



Annual Report of NPS Schemes

Managed by

UTI Retirement Solutions Limited

For the Financial Year 2021 – 22

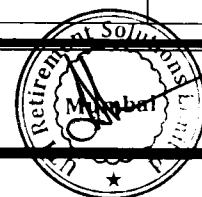
Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

| Index | | |
|--------------|-------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|
| Sr. No. | Particulars | Page no. |
| A. | Annual Report of NPS Schemes managed by UTI Retirement Solutions Limited for the FY 2021-22 | |
| 1. | Introduction | 2-6 |
| 2 | Operation and future outlook | 7 |
| 3 | Market Outlook for FY 2022 – 23 | 8-12 |
| 4 | Liabilities and responsibility of Pension Fund Manager (PF) | 12-13 |
| 5 | Investment Objectives of NPS Schemes | 13-17 |
| 6 | Basis and Policy of Investment | 17-18 |
| 7 | Declaration | 19 |
| 8 | Fund Facts & Performance | 20-25 |
| 9 | Key Statistics | 25 |
| 10 | Voting rights exercised by UTI Retirement Solutions Limited in respect of assets held by NPS Trust during FY 2021-22 and Auditors Certificate thereon | 25-26 & 29-30 |
| 11 | Extracts of the minutes of Board meeting | 27-28 |
| B. | Financial Statements of NPS Schemes and Auditors' Report thereon for the Financial Year 2021-22:- | |
| i. | Combined Annual Audited Financial Statements of Accounts of all NPS Schemes as at 31 st March, 2022 | 31-54 |
| ii. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme E – Tier I | 55-75 |
| iii. | NPS Trust – A/C UTI Retirement Solutions Scheme E – Tier II | 76-96 |
| iv. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme C – Tier I | 97-121 |
| v. | NPS Trust – A/C UTI Retirement Solutions Scheme C – Tier II | 122-147 |
| vi. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme G – Tier I | 148-167 |
| vii. | NPS Trust – A/C UTI Retirement Solutions Scheme G – Tier II | 168-187 |
| viii. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme A – Tier I | 188-208 |
| ix. | NPS Trust - A/c UTI Retirement Solutions Pension Fund Scheme - Tax Saver- Tier II | 209-229 |
| x. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – Central Govt. | 230-254 |
| xi. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – State Govt. | 255-279 |
| xii. | NPS Trust – A/C UTI Retirement Solutions NPS Lite Scheme – Govt. Pattern | 280-304 |
| xiii. | NPS Trust – A/C UTI Retirement Solutions Scheme – Atal Pension Yojana (APY) | 305-329 |
| xiv. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – Corporate CG | 330-348 |



1. Introduction

The National Pension System (NPS) is a 'Government of India' initiative with an objective of Development of a sustainable and efficient voluntary defined contribution Pension System in India. It is regulated by Pension Fund Regulatory & Development Authority (PFRDA). NPS provides a platform for savings to create a Retirement Corpus (Pension Wealth), to enable subscriber for purchasing Annuity post retirement.

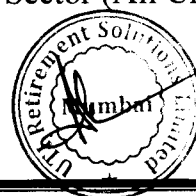
NPS is applicable on a mandatory basis to all Central Government Employees (except Armed Forces) who have joined services with effect from 1st January, 2004. Various State Governments have also introduced NPS for their employees.

The scheme was made open to the general public w.e.f. May 2009. Indian citizens in the age group of 18 to 70 are eligible to open NPS Account. The contributions can be made up to the age of 75 Years. The contributions made by investors are invested in 4 asset classes: E (Equities), C (Corporate Bonds), G (Govt. Securities) and A (Alternate Assets). The investment universe of each of the asset classes along with the investment objective of each scheme is well defined under the heading Investment Objective of Schemes from page 13 to Page 17 of this report.

Types of Schemes available under NPS

Types of Schemes available under NPS for the subscribers, can be divided into two Parts.

- i) Schemes available for Government Sector Employees
- ii) Schemes available for subscribers under Private Sector (All Citizens model)



Schemes available for Government Sector Employees with effect from 1st April, 2019

1. Default Choice

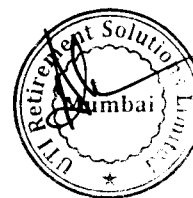
For Government Sector Employees, the default choice has an asset allocation pattern of up to 15% in Equity and the rest in Debt Securities. The detailed Asset allocation pattern for this default choice is as under:

| Asset Class | Cap on Investment |
|-----------------------------------------------------------|--------------------------|
| Government Securities & Related Investments | Upto 55% |
| Debt Instruments & Related Investments | Upto 45% |
| Equity & Related investments | Upto 15% |
| Asset Backed, Trust Structured etc. | Upto 5% |
| Short Term Debt Instruments i.e. money market instruments | Upto 10% |

This Asset Allocation Pattern is also applicable to Corporate CG Scheme, NPS Lite Scheme i.e. NPS Swavalamban Yojana and Atal Pension Yojana (APY)

In addition to the above, the Government Employees have been given two more choices of Investment Pattern w.e.f. 01st April, 2019 and they are:

2. 100% Government Securities Scheme (Scheme G) : Government Employees who prefer a fixed return with minimum amount of Risk are given an option to invest 100% of their funds in Government Securities i.e. Scheme G
3. Government Employees who prefer higher returns are given the option of choosing any one of the two Life Cycle based schemes i.e. Conservative Life Cycle Fund with maximum exposure of Equity capped at 25% (LC-25) OR Moderate Life Cycle Fund with maximum exposure of equity capped at 50% (LC 50).



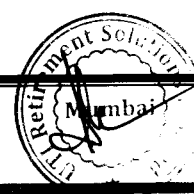
| Age | Moderate Life Cycle Fund (LC-50) | | | Conservative Life Cycle Fund (LC-25) | | |
|--------------------|----------------------------------|----|----|--------------------------------------|----|----|
| | Asset Class (in %) | | | Asset Class (in %) | | |
| | E | C | G | E | C | G |
| Up to 35 years | 50 | 30 | 20 | 25 | 45 | 30 |
| 36 years | 48 | 29 | 23 | 24 | 43 | 33 |
| 37 years | 46 | 28 | 26 | 23 | 41 | 36 |
| 38 years | 44 | 27 | 29 | 22 | 39 | 39 |
| 39 years | 42 | 26 | 32 | 21 | 37 | 42 |
| 40 years | 40 | 25 | 35 | 20 | 35 | 45 |
| 41 years | 38 | 24 | 38 | 19 | 33 | 48 |
| 42 years | 36 | 23 | 41 | 18 | 31 | 51 |
| 43 years | 34 | 22 | 44 | 17 | 29 | 54 |
| 44 years | 32 | 21 | 47 | 16 | 27 | 57 |
| 45 years | 30 | 20 | 50 | 15 | 25 | 60 |
| 46 years | 28 | 19 | 53 | 14 | 23 | 63 |
| 47 years | 26 | 18 | 56 | 13 | 21 | 66 |
| 48 years | 24 | 17 | 59 | 12 | 19 | 69 |
| 49 years | 22 | 16 | 62 | 11 | 17 | 72 |
| 50 years | 20 | 15 | 65 | 10 | 15 | 75 |
| 51 years | 18 | 14 | 68 | 9 | 13 | 78 |
| 52 years | 16 | 13 | 71 | 8 | 11 | 81 |
| 53 years | 14 | 12 | 74 | 7 | 9 | 84 |
| 54 years | 12 | 11 | 77 | 6 | 7 | 87 |
| 55 years and above | 10 | 10 | 80 | 5 | 5 | 90 |

Further, the Central Government Employees NPS Subscribers have been given yet another choice from 17th August, 2020 and that is NPS Tier II Tax Savings Scheme (NPS-TTS) – Optional A/C with 80 C benefits.

This NPS-TTS is a composite scheme with the following investment limits:

| Asset Class | Limits |
|------------------------------|-----------|
| Equity | 10% - 25% |
| Debt | 0% - 90% |
| Cash/Money Market/Liquid MFs | 0% - 5% |

This Scheme will have a lock in period of 3 years from the date of unitization of contributions by CRA.



Further details of the scheme may be accessed from the official website of Pension Fund Regulatory & Development Authority and NPS Trust i.e. www.pfrda.org.in and www.npstrust.org.in.

Schemes Available to Subscribers under Private Sector

Under Private Sector, the subscribers have two choices; **Active Choice** and **Auto Choice**. The Active Choice offers flexibility to subscribers to decide the asset allocation between the 4 asset classes namely Equity (E), Corporate Bonds (C), Government Securities (G) and Alternate Assets (A). The subscribers can choose their asset allocation pattern subject to the following limits under Active Choice. They also have the freedom to change their asset allocation pattern twice in a year.

| Age (Years) | Cap on Equity (E) | Cap on Corp Bonds (C) | Cap on Govt Securities (G) | Cap on Alternate Assets (A) |
|--------------|-------------------|-----------------------|----------------------------|-----------------------------|
| Upto 50 | 75.0 % | 100% | 100% | 5% |
| 51 | 72.5 % | 100% | 100% | 5% |
| 52 | 70.0 % | 100% | 100% | 5% |
| 53 | 67.5 % | 100% | 100% | 5% |
| 54 | 65.0 % | 100% | 100% | 5% |
| 55 | 62.5 % | 100% | 100% | 5% |
| 56 | 60.0 % | 100% | 100% | 5% |
| 57 | 57.5 % | 100% | 100% | 5% |
| 58 | 55.0 % | 100% | 100% | 5% |
| 59 | 52.5 % | 100% | 100% | 5% |
| 60 and above | 50.0 % | 100% | 100% | 5% |

The subscribers who do not want to choose their asset allocation pattern, can go for Auto Choice where they have choice of three Life Cycle Funds vis a vis Aggressive Life Cycle Fund (LC-75), Moderate Life Cycle Fund (LC-50) and Conservative Life Cycle Fund (LC-25). The asset allocation pattern under these Life Cycle Funds keeps on changing based on their age. The Asset allocation pattern under these Life Cycle Funds are as under:



Asset Allocation Pattern under Auto Choice

| Age | Aggressive Life Cycle Fund (LC-75) | | | Moderate Life Cycle Fund (LC-50) | | | Conservative Life Cycle Fund (LC-25) | | |
|------------------|------------------------------------|----|----|----------------------------------|----|----|--------------------------------------|----|----|
| | Asset Class (in %) | | | Asset Class (in %) | | | Asset Class (in %) | | |
| | E | C | G | E | C | G | E | C | G |
| Up to 35 years | 75 | 10 | 15 | 50 | 30 | 20 | 25 | 45 | 30 |
| 36 years | 71 | 11 | 18 | 48 | 29 | 23 | 24 | 43 | 33 |
| 37 years | 67 | 12 | 21 | 46 | 28 | 26 | 23 | 41 | 36 |
| 38 years | 63 | 13 | 24 | 44 | 27 | 29 | 22 | 39 | 39 |
| 39 years | 59 | 14 | 27 | 42 | 26 | 32 | 21 | 37 | 42 |
| 40 years | 55 | 15 | 30 | 40 | 25 | 35 | 20 | 35 | 45 |
| 41 years | 51 | 16 | 33 | 38 | 24 | 38 | 19 | 33 | 48 |
| 42 years | 47 | 17 | 36 | 36 | 23 | 41 | 18 | 31 | 51 |
| 43 years | 43 | 18 | 39 | 34 | 22 | 44 | 17 | 29 | 54 |
| 44 years | 39 | 19 | 42 | 32 | 21 | 47 | 16 | 27 | 57 |
| 45 years | 35 | 20 | 45 | 30 | 20 | 50 | 15 | 25 | 60 |
| 46 years | 32 | 20 | 48 | 28 | 19 | 53 | 14 | 23 | 63 |
| 47 years | 29 | 20 | 51 | 26 | 18 | 56 | 13 | 21 | 66 |
| 48 years | 26 | 20 | 54 | 24 | 17 | 59 | 12 | 19 | 69 |
| 49 years | 23 | 20 | 57 | 22 | 16 | 62 | 11 | 17 | 72 |
| 50 years | 20 | 20 | 60 | 20 | 15 | 65 | 10 | 15 | 75 |
| 51 years | 19 | 18 | 63 | 18 | 14 | 68 | 9 | 13 | 78 |
| 52 years | 18 | 16 | 66 | 16 | 13 | 71 | 8 | 11 | 81 |
| 53 years | 17 | 14 | 69 | 14 | 12 | 74 | 7 | 9 | 84 |
| 54 years | 16 | 12 | 72 | 12 | 11 | 77 | 6 | 7 | 87 |
| 55 years & above | 15 | 10 | 75 | 10 | 10 | 80 | 5 | 5 | 90 |

Even under Auto Choice, if the subscriber does not make any choice between Life Cycle Funds then the asset allocation would be as per the Moderate Life Cycle Fund (LC-50).

Further details of the same may be accessed from the official website of Pension Fund Regulatory & Development Authority and NPS Trust i.e. www.pfrda.org.in and www.npstrust.org.in.

The funds are invested in accordance with PFRDA guidelines and the Investment Prudential Norms laid down by the Board of Directors of the company with the objective of optimizing returns.

2. Operation and future outlook

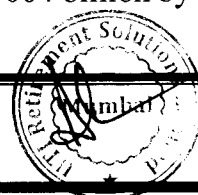
As on March 31, 2022 the company was managing following 13 schemes:

| Sr. No. | Name of Scheme | AUM (₹ in Crore) | |
|---------|-------------------------------------------------------------------------------------|--------------------|--------------------|
| | | As on 31/03/2022 | As on 31/03/2021 |
| 1. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme E – Tier I | 1,239.61 | 871.56 |
| 2. | NPS Trust–A/C UTI Retirement Solutions Scheme E – Tier II | 69.98 | 44.13 |
| 3. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme C – Tier I | 622.87 | 449.94 |
| 4. | NPS Trust–A/C UTI Retirement Solutions Scheme C – Tier II | 31.59 | 20.88 |
| 5. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme G – Tier I | 1,104.79 | 805.78 |
| 6. | NPS Trust–A/C UTI Retirement Solutions Scheme G – Tier II | 53.59 | 37.07 |
| 7. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme A – Tier I* | 5.72 | 3.11 |
| 8. | NPS Trust - A/c UTI Retirement Solutions Pension Fund Scheme - Tax Saver- Tier II** | 0.46 | 0.15 |
| 9. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – Central Govt. | 70,723.78 | 60,511.71 |
| 10. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – State Govt. | 1,19,847.18 | 97,045.58 |
| 11. | NPS Trust – A/C UTI Retirement Solutions Ltd. – NPS Lite Scheme –Govt. Pattern | 1,339.49 | 1,241.53 |
| 12. | NPS Trust – A/C UTI Retirement Solutions Scheme – Atal Pension Yojana | 6,879.47 | 5,178.21 |
| 13. | NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme –Corporate CG | 0.00 | 0.00 |
| | Total | 2,01,918.53 | 1,66,209.65 |

* The scheme started its operation w.e.f. 14th October, 2016
** The scheme started its operation w.e.f. 4th September, 2020

With the overall pension coverage in India at around 12% - 13% only, the future outlook of NPS Schemes seems to be very bright. With the additional Tax sops for an investment up to Rs.50,000.00 in NPS under Section 80CCD(1B) and with the tax free withdrawal of 60% of the Retirement Corpus post retirement, NPS is more attractive and tax friendly for the investors.

As per the studies carried out by independent entities from time to time it has been reaffirmed that the Pension Market in India will grow to about ₹ 4064 billion by 2025.



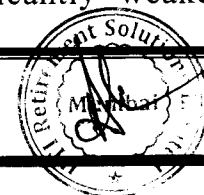
3. Market Outlook for FY 2022 – 23

(a) Equity Market

India is expected to be among the fastest growing economies in world in coming year. Economic activity has gradually inched towards normalcy, after the second Covid wave, driven by unlocking of the economy, waning covid cases and significant progress in vaccination. The Indian economy has shown strength and resilience with key indicators pointing to a robust economic revival driven by the release of pent-up demand, stable financial policies, government's push for capital expenditure, and a normal monsoon. The faster resumption of contact-intensive services has also brightened near-term prospects for the economy. The continuous increase in vaccination coverage has aided recovery and built confidence.

Since February 2022, the global economic and financial environment has worsened with the escalation of geopolitical conflict and accompanying sanctions. Commodity prices have shot up substantially across the board amidst heightened volatility, with adverse fallouts on net commodity importers. Financial markets have exhibited increased volatility. Crude oil prices jumped to 14-year high in early March; despite some correction, they remain volatile at elevated levels. Several central banks, especially systemic ones, continue to be on the path of normalisation and tightening of monetary policy stances. Tightening of liquidity globally may impact FII flows which are expected to be made good by the optimistic domestic inflows (SIP per month had witnessed significant growth from Rs.8641cr in March 2020 to Rs.12,328cr in March 2022).

The RBI in its recent policy meet also said that “the escalation of the geopolitical situation and the accompanying surge in international crude oil and other commodity prices, tightening of global financial conditions, persistence of supply-side disruptions and significantly weaker external

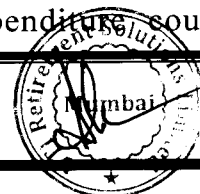


demand pose downside risks to the GDP outlook. The future course of the pandemic and the uncertainties about the pace of monetary policy normalisation in major advanced economies also weigh on the outlook. Taking all these factors into consideration, the real GDP growth for FY23 is expected to be 7.2 per cent.”

While the current crisis has directly/indirectly impacted most of the sectors from a demand/supply chain perspective, we believe that Autos, Consumer, Consumer Durables and Cement have been the most adversely impacted sectors due to the spike in commodity and energy prices. The impact on gross margins for these sectors would be high. On the flipside, Metals and O&G have been the direct beneficiaries due to rising prices, while indirect beneficiaries include export-oriented sectors and non-crude linked sectors. At Nifty 50 Index aggregate level, though the net impact may not be very high but if the situation continues for longer, the consequent higher inflation and demand destruction could impact growth which in-turn could create downside risks to corporate earnings estimates.

Post the strong performance of the global equity markets last year, there was a mixed performance across geographies with India being one of the best performing equity markets globally. Continued outflows from the foreign institutional investors (Rs.2.74trn) during the year had a negative impact despite which the equity markets posted positive returns of 18.9% supported to a large extent by the domestic flows (Rs. 2.21trn). There was a mixed performance too on the sectoral Indices front with Metals, Technology, Cap goods, Realty and Consumer durables outperforming the Nifty 50 Index on 1 year basis.

Going forward, good prospects of rabi output augur well for rural demand. With the ebbing of the third wave and expanding vaccination coverage, the pick-up in contact-intensive services and urban demand is expected to be sustained. The government’s thrust on capital expenditure coupled with



initiatives such as the production linked incentive (PLI) scheme should bolster private investment activity, amidst improving capacity utilisation, deleveraged corporate balance sheets, higher offtake of bank credit and congenial financial conditions and consequently may provide a benign equity return environment.

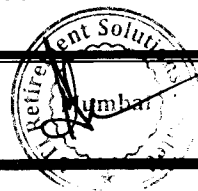
Nifty 50 earnings are estimated to grow at 14%-15% CAGR for next two years on base of FY22e (Bloomberg estimates). Given geo-political uncertainty and resultant inflationary environment the economy may face some slowdown in near term. The Nifty 50 Index is trading at a premium to its 10 year average. Our focus is on stock selection – the sectors/stocks which are supported by earnings growth, have strong balance sheet/cash flows and which demonstrated these attributes in the current crisis. Being a long term investor, we believe valuations with a long term perspective continue to remain attractive albeit with some correction in the near term.

(b) Fixed Income Market Outlook:

During FY22, we saw two more waves of Covid, however, the economic impact was progressively lower for both these waves. We saw economic activity improve during the year as witnessed by improvement in GST collections, railway freight, fuel consumption, higher PMI for manufacturing sector and similar other indicators. However, this also meant that the extraordinary measures to support the economy, which also supported the Fixed Income markets, are expected to be withdrawn sooner rather than later.

In February 2022 monetary policy, the RBI was more dovish than expected and it kept the Repo Rate unchanged and also its stance accommodative.

However, the announcements on April 08, 2022 were quite hawkish and more negative compared to market expectation. While RBI kept Repo Rate and Reverse Repo Rate unchanged at 4.00% and 3.35% respectively, it introduced Standing Deposit Facility (SDF) as the floor of LAF corridor at 3.75% for



liquidity management. RBI stance continued to be accommodative, but now it is focusing on withdrawal of accommodation to contain risks due to inflation. The RBI Governor also stated later on that the inflation would get precedence over growth now. RBI also revised its inflation expectation for FY2023 upwards to 5.7%, from 4.5% earlier. This was a clear shift from earlier stance from RBI, and consequently yields rose by 15-20 bps across the curve immediately after the policy, with shorter end of the curve rising more than the longer end.

Budget for the year FY2022-23 had relatively conservative assumptions of nominal GDP growth at 11%, and disinvestment target of INR 75,000 crore. However, due to higher outlay for capex at INR 7.5 lakh crore, Fiscal Deficit of 6.4% was quite high and the gross borrowing of INR 14.95 Lakh crore was significantly higher than market expectation. The Government also did not announce any schedule for inclusion of Indian government bonds, which further dampened the sentiment in the market and yields rose across the maturities after budget announcements.

Geo political issues came to the forefront of the global economy with Russian invasion of Ukraine in late February 2022. This led to a significant spike in prices of Crude oil, Nickel, Palladium and many other commodities, sharp movement in many currencies, and outflow of money from Emerging markets towards Developed economies such as US, or European countries. While there are hopes now of a resolution of the conflict, and commodity prices have softened to some extent, the uncertainty still remains and markets may continue to remain volatile.

US Fed raised rates by 0.25% in March policy meeting and with inflation at multi decade high, there is strong chance of US Fed raising rates by 50 bps in the next meeting. As a result, US yields rose sharply in the last few weeks and outlook for yields in US remains negative as of now.



Overall outlook for Fixed Income is somewhat negative due to higher supply of G sec (Gross supply of Rs. 8,45,000 crore in H1FY2023), shift in RBI stance, higher commodity prices and outlook for inflation, and rising bond yields globally.

Strategy

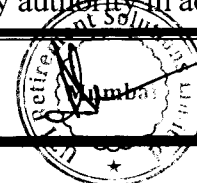
During the year yields continued to rise and we explored various opportunities to reduce duration in our funds. While G sec yields continued to harden, corporate bonds yields especially in the shorter segment continued to be lower due to lower supply of bonds. Hence, we shifted some of our investments on incremental basis to State Development Loans (SDLs), which were available at more attractive level compared to corporate bonds.

Going forward, the Fund investment philosophy continues to remain conservative with focus on high credit and risk parameters with no fresh exposure below AA. We also would explore investment in certain issuers rated AA+ to improve the portfolio yield, where we are comfortable with fundamentals of the business and promoter and management quality.

4. Liabilities and responsibilities of Pension Fund Manager (PF)

Liabilities and responsibilities have been incorporated in the Investment Management Agreement (IMA) entered into by UTI Retirement Solutions Limited with NPS Trust, which *inter-alia* includes:

- a. The PF shall assume day to day investment management of the Schemes and, in that capacity, make investment decisions and manage the Scheme in accordance with this agreement, 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 PF shall act as the Investment Manager of the Schemes with respect to the investment and reinvestment of the investible funds including cash, securities and other properties comprising the assets of each scheme organized under the PF with full discretionary authority in accordance

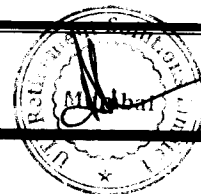


with the investment policies set forth in the Deed of Trust and by the PFRDA guidelines/directions from time to time. The transactions entered into by the PF shall be in accordance with the PFRDA Guidelines including the Guidelines for Registration, the Trust Deed and the Code of Ethics prescribed by the NPS Trust.

- b. PF shall have regard to the investment guidelines set out in Schedule II when investing and managing the funds. However, nothing contained herein shall amount to the PF having assured any minimum rate of return on the investment.
- c. The PF shall maintain books and records and comply with the disclosure requirements specified by PFRDA/NPS Trust from time to time.
- d. The PF shall exercise all due diligence, prudence, promptness and vigilance in carrying out its duties and in protecting the rights and interests of the subscribers. The PF shall avoid all nature of speculative transactions/dealing in investments. Investment decisions should be taken by the PF with emphasis on safety and optimum returns.
- e. The PF shall not give any undue or unfair advantage to any associates or deal with any of the associates of the Pension Fund in any manner detrimental to interest of the Subscribers.
- f. The PF shall be responsible for the acts of commissions or omissions by its employees or the persons whose services have been procured by the PF and shall be liable to compensate for such acts of commissions or omissions.

5. Investment Objectives of NPS Schemes

The investment objective of the scheme is primarily to provide optimum returns through growth in the NAV. The Fund invests in accordance with PFRDA Investment Guidelines and Internal Investment norms laid down by the Board of Directors. The



Fund follows a conservative style of management offering stable returns with low volatility and more weightage to higher rated and longer duration investment options.

The investment objectives of NPS Schemes are as under:

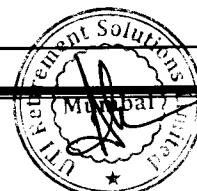
| Sr. No. | Name of Scheme | Investment Objective |
|---------|----------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. | Scheme E – Tier I & Scheme E – Tier II | <p>To optimize returns through investments in:-</p> <ul style="list-style-type: none"> (a) Shares of body corporates listed on Bombay Stock Exchange (BSE) or National Stock Exchange (NSE), which are in top 200 stocks in terms of full market capitalization as on the date of investment. (b) Units of Equity Schemes of mutual funds regulated by the Securities and Exchange Board of India, which have minimum 65% of their investment in shares of body, corporates listed on BSE or NSE. (c) Exchange Traded Funds (ETFs)/Index Funds regulated by the Securities and Exchange Board of India that replicate the portfolio of either BSE Sensex Index or 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 corporates. (e) Exchange traded derivatives regulated by the Securities and Exchange Board of India having the underlying of any permissible listed stock or any of the permissible indices, with the sole purpose of hedging. (f) Initial Public Offering (IPO), Follow on Public Offer (FPO) and Offer for Sale (OFS) of companies, approved by SEBI. |



| | | |
|----|----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 2. | Scheme C – Tier I & Scheme C – Tier II | <p>To optimize returns through investments in: -</p> <p>(a) Listed (or proposed to be listed in case of fresh issue) debt securities issued by body corporates, including banks and public financial institutions (Public Financial Institutions as defined under Section 2 of the Companies Act, 2013).</p> <p>(b) Rupee Bonds issued by the International Bank for Reconstruction and Development, International Finance Corporation and Asian Development Bank.</p> <p>(c) Term Deposit receipts of not less than one year duration issued by scheduled commercial banks, which meets the regulatory requirement of Net-worth and CRAR as stipulated by Reserve Bank of India and additionally satisfy the following conditions on the basis of published annual report(s) for the most recent years, as required to have been published by them under law:</p> <p>(i) having declared profit in the immediately preceding three financial years;</p> <p>(ii) having net non-performing assets of not more than 4% of the net advances;</p> <p>(d) Units of Debt Schemes of Mutual Funds as regulated by Securities and Exchange Board of India.</p> <p>(e) Debt securities issued by Real Estate Investment Trusts regulated by the Securities and Exchange Board of India.</p> <p>(f) Debt securities issued by Infrastructure Investment Trusts regulated by the Securities and Exchange Board of India.</p> <p>(g) Infrastructure related debt instruments.</p> <p>(h) Listed and proposed to be listed Credit Rated Municipal Bonds.</p> <p>(i) Investment in units of Debt ETFs issued by Government of India</p> |
|----|----------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|



| 3. | Scheme G – Tier I & Scheme G – Tier II | 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. | | | | | | | | |
|------------------------------|-----------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|-------|---------|---------|--------|---------|------------------------------|--------|
| 4. | 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. f. Basel III Tier-1 bonds issued by scheduled commercial banks under RBI Guidelines. | | | | | | | | |
| 5. | Scheme NPS – Tier II- Tax Saving Scheme- Optional A/c with 80 C benefits | <table border="1" data-bbox="740 1295 1428 1481"> <thead> <tr> <th data-bbox="740 1295 1230 1344">Asset Class</th> <th data-bbox="1235 1295 1428 1344">Limit</th> </tr> </thead> <tbody> <tr> <td data-bbox="740 1344 1230 1390">Equity#</td> <td data-bbox="1235 1344 1428 1390">10 -25%</td> </tr> <tr> <td data-bbox="740 1390 1230 1435">Debt##</td> <td data-bbox="1235 1390 1428 1435">0 – 90%</td> </tr> <tr> <td data-bbox="740 1435 1230 1481">Cash/Money Market/Liquid MFs</td> <td data-bbox="1235 1435 1428 1481">0 – 5%</td> </tr> </tbody> </table> <p data-bbox="740 1481 1428 1601">This Scheme will have a lock in period of 3 years from the date of unitization of contributions by CRA.</p> <p data-bbox="740 1623 1428 1703">This Scheme is open to any Central Government NPS Subscriber only.</p> <p data-bbox="740 1725 1428 1771"># Investment Guidelines as applicable for E –II</p> <p data-bbox="740 1793 1428 1896">## Investment Guidelines as applicable for C-II and G-II</p> | Asset Class | Limit | Equity# | 10 -25% | Debt## | 0 – 90% | Cash/Money Market/Liquid MFs | 0 – 5% |
| Asset Class | Limit | | | | | | | | | |
| Equity# | 10 -25% | | | | | | | | | |
| Debt## | 0 – 90% | | | | | | | | | |
| Cash/Money Market/Liquid MFs | 0 – 5% | | | | | | | | | |



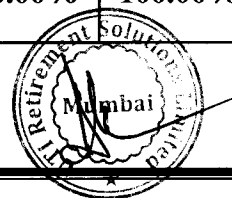
| | | | | |
|----|------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------|------------------------------------------------------------------|--------------|
| 6. | i) Scheme Central Govt., ii) Scheme State Govt., iii) NPS Lite Scheme – Govt. Pattern, iv) Scheme Corporate CG & v) Scheme Atal Pension Yojana | To optimize returns by investing in the instruments as per the following prescribed limits: | Instrument | Limit |
| | | | Govt. Securities | Upto 55% |
| | | | Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc. | Upto 45% |
| | | | Short Term Debt Instruments and related investments | Upto 10% |
| | | | Equity and related investments | Upto 15% |
| | | | Asset Backed, Trust Structured and Miscellaneous Investments | Upto 5% |

6. Basis and Policy of Investment

The Pension Fund expects to earn steady returns and capital appreciation with low risk, over a long term horizon while investing as per the Investment Guidelines of PFRDA and the Prudential Norms laid down by the Board of Directors of UTI Retirement Solutions Limited. The fund looks for opportunities to maximize returns while focusing on high credit quality, risk parameters.

The Schemes focus on high credit quality and does not make any investment below AA. The credit profile of debt component of schemes as on March 31, 2022 is as under:

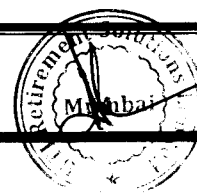
| Rating | Central Govt. Scheme | State Govt. Scheme | Scheme C Tier I | Scheme C Tier II | NPS Lite Scheme | Scheme APY |
|------------------------------|----------------------|--------------------|-----------------|------------------|-----------------|----------------|
| AAA/equivalent /A1+for CP/CD | 97.21% | 97.79% | 98.66% | 98.68% | 97.07% | 99.46% |
| AA+ | 1.22% | 0.89% | 0.50% | 0.63% | 1.65% | 0.00% |
| AA | 0.78% | 0.62% | 0.16% | 0.35% | 1.28% | 0.17% |
| AA- | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Below AA- | 0.79% | 0.69% | 0.68% | 0.34% | 0.00% | 0.37% |
| Total | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |



7. **Impact of Covid-19.**

Impact of Covid19 on our activities can be broadly classified in to three parts.

- i. **Impact on Operational aspects:** In lieu of the recent outbreak of Covid-19 and its unprecedented circumstances, work from home, a new concept altogether has been introduced. Incidentally, it had its own challenges for us to get accustomed to this new way of working. Thankfully we had the right set of technology including business continuity plan to get things going with no rundowns. We are using VPN technology to access IT Services and Application. The VPN technology is implemented with encryption functioning which encrypts the traffic in motion. Also, the VPN is integrated with UTI Active Directory and therefore, only authorized users are allowed to access. All the operational activities including concurrent audit are being carried out smoothly with adequate security controls and all checks and balances.
- ii. **Impact on Fund Management activity:** Fund management involves managing the funds available as per the prescribed Investment guidelines, keeping tap on inflows/outflows, deal placement & confirmation at the end of the day as well reporting of the same. The existing systems while working from home, are functioning well right from the deal placement & approval in M-Power, reporting at EBP (electronic bidding platform), CBRICS, NDS-OM, etc. All the Deal confirmations are done via e-mail with the counterparties/brokers currently. Fund management activity has also been going on unhindered with all security controls.
- iii. **Impact on valuation of Securities on account of fall in markets due to Covid19:** Under NPS, the portfolio is valued at Mark to Market. The recent market crash had negative impact on NAVs of NPS Schemes, specially the Equity Portfolio and in view of the continuing uncertainties, the securities market and consequently the NAVs of the funds may see high volatilities in the coming future over short term. However, since the NPS schemes are long term product, the short term valuation impact should not be a cause of concern. The impact of these short term volatility is expected to even out in the long term and it may streamline with passage of time.

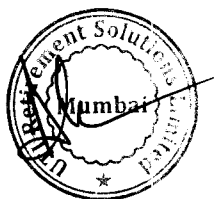


8. Declaration

Schemes permit investments partly or wholly in shares, bonds, debentures and other scripts or securities whose value can fluctuate. The price and redemption value of the units, and income from them, can go up as well as down with the fluctuations in the market value of its underlying investments.

All investments in Pension Funds and securities are subject to market risks and the NAV of the Funds may go up or down depending on the factors and forces affecting the securities markets. There can be no assurance that the funds objectives will be achieved. Past performance of the sponsor / Pension Fund Schemes / Pension Fund Manager is not necessarily indicative of future results.

The Pension Fund schemes are subject to risk relating to credit, interest rates, liquidity, trading in Equity and Debt Derivatives (the specific risk could be credit, market illiquidity, judgmental error and interest rates).

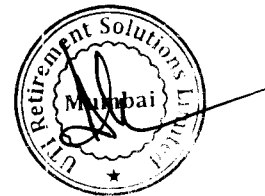


9. **Fund Facts & Performance**a) **Scheme E – Tier I:-**

| | | |
|----------------------------------------|--------------------------------------------------|--------------------------------------------|
| Date of Inception | May 21, 2009 | |
| Fund size as on 31/03/2022 | ₹ 1239.61 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 44.3170 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (S&P BSE 100 TRI) |
| Last 1 year | 18.24% | 20.66% |
| Last 3 years | 13.84% | 15.91% |
| Last 5 years | 13.12% | 14.75% |
| Last 10 Years | 13.57% | 13.73% |
| Since inception | 12.27% | 12.72% |

b) **Scheme E – Tier II:-**

| | | |
|----------------------------------------|--------------------------------------------------|--------------------------------------------|
| Date of Inception | December 14, 2009 | |
| Fund size as on 31/03/2022 | ₹ 69.98 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 36.3300 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (S&P BSE 100 TRI) |
| Last 1 year | 17.93% | 20.66% |
| Last 3 years | 14.05% | 15.91% |
| Last 5 years | 13.36% | 14.75% |
| Last 10 Years | 13.69% | 13.73% |
| Since inception | 11.06% | 11.34% |

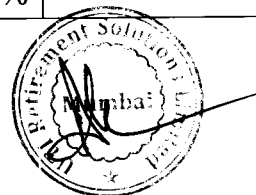


c) Scheme C – Tier I:-

| | | |
|----------------------------------------|----------------------------------------------|------------------------------------------------------|
| Date of Inception | May 21, 2009 | |
| Fund size as on 31/03/2022 | ₹ 622.87 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 30.8564 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Corporate Bond Index) |
| Last 1 year | 5.88% | 6.44% |
| Last 3 years | 8.70% | 10.20% |
| Last 5 years | 7.86% | 8.65% |
| Last 10 Years | 9.44% | 9.84% |
| Since inception | 9.15% | 9.19% |

d) Scheme C – Tier II:-

| | | |
|----------------------------------------|----------------------------------------------|------------------------------------------------------|
| Date of Inception | December 14, 2009 | |
| Fund size as on 31/03/2022 | ₹ 31.59 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 29.5268 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Corporate Bond Index) |
| Last 1 years | 5.84% | 6.44% |
| Last 3 years | 8.70% | 10.20% |
| Last 5 years | 7.92% | 8.65% |
| Last 10 Years | 9.34% | 9.84% |
| Since inception | 9.20% | 9.28% |



e) Scheme G – Tier I:-

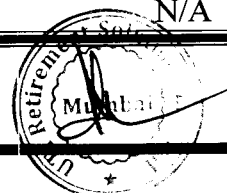
| | | |
|----------------------------------------|---------------------------------------|-------------------------------------------------------|
| Date of Inception | May 21, 2009 | |
| Fund size as on 31/03/2022 | ₹ 1104.79 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 28.2757 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Govt. Securities Index) |
| Last 1 year | 3.41% | 3.09% |
| Last 3 years | 8.45% | 8.12% |
| Last 5 years | 7.62% | 7.18% |
| Last 10 Years | 9.05% | 8.79% |
| Since inception | 8.41% | 7.61% |

f) Scheme G – Tier II:-

| | | |
|----------------------------------------|---------------------------------------|-------------------------------------------------------|
| Date of Inception | December 14, 2009 | |
| Fund size as on 31/03/2022 | ₹ 53.59 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 29.0658 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Govt. Securities Index) |
| Last 1 year | 3.43% | 3.09% |
| Last 3 years | 8.44% | 8.12% |
| Last 5 years | 7.69% | 7.18% |
| Last 10 Years | 9.09% | 8.79% |
| Since inception | 9.06% | 8.22% |

g) Scheme A – Tier I:-

| | | |
|----------------------------------------|---------------------------------------|-----------|
| Date of Inception | October 14, 2016 | |
| Fund size as on 31/03/2022 | ₹ 5.72 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 14.1559 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark |
| Last 1 year | 10.02% | N/A |
| Last 3 Years | 6.20% | N/A |
| Since inception | 6.57% | N/A |

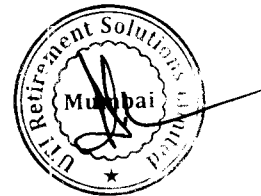


h) Tax Saver- Tier II Scheme:-

| | | |
|----------------------------------------|--------------------------------------------------|------------------------------------------------------------------|
| Date of Inception | Sept 04, 2020 | |
| Fund size as on 31/03/2022 | ₹ 0.46 Crore | |
| NAV per unit as on 31/03/2022 | ₹ 10.5347 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Government Pattern Index) |
| Last 1 year | 3.46% | N/A |
| Last 3 years | N/A | N/A |
| Last 5 years | N/A | N/A |
| Since inception | 3.37% | N/A |

i) Scheme – Central Government:-

| | | |
|----------------------------------------|--------------------------------------------------|------------------------------------------------------------------|
| Date of Inception | April 01, 2008 | |
| Fund size as on 31/03/2022 | ₹ 70,723.78 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 36.2222 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Government Pattern Index) |
| Last 1 year | 6.72% | 6.75% |
| Last 3 years | 9.54% | 10.17% |
| Last 5 years | 8.73% | 8.82% |
| Last 10 Years | 9.87% | 9.89% |
| Since Inception | 9.63% | 9.29% |



j) Scheme – State Government :-

| | | |
|----------------------------------------|----------------------------------------------|----------------------------------------------------------|
| Date of Inception | June 25, 2009 | |
| Fund size as on 31/03/2022 | ₹ 1,19,847.18 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 32.2250 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Government Pattern Index) |
| Last 1 year | 6.67% | 6.75% |
| Last 3 years | 9.51% | 10.17% |
| Last 5 years | 8.67% | 8.82% |
| Last 10 Years | 9.92% | 9.89% |
| Since inception | 9.59% | 9.05% |

k) NPS Lite Scheme –Govt. Pattern:-

| | | |
|----------------------------------------|----------------------------------------------|----------------------------------------------------------|
| Date of Inception | October 04, 2010 | |
| Fund size as on 31/03/2022 | ₹ 1,339.49 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 30.0711 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Government Pattern Index) |
| Last 1 year | 7.04% | 6.75% |
| Last 3 years | 9.54% | 10.17% |
| Last 5 years | 8.75% | 8.82% |
| Last 10 Years | 9.97% | 9.89% |
| Since inception | 10.05% | 9.12% |



D) Scheme Atal Pension Yojana:-

| | | |
|----------------------------------------|--------------------------------------------------|------------------------------------------------------------------|
| Date of Inception | June 04, 2015 | |
| Fund size as on 31/03/2022 | ₹ 6,879.47 Crores | |
| NAV per unit as on 31/03/2022 | ₹ 18.5123 | |
| Performance as on 31/03/2022: - | | |
| Period | Compounded Annual Growth Rate (CAGR)% | |
| | Scheme | Benchmark (CRISIL NPS – Government Pattern Index) |
| Last 1 year | 6.40% | 6.75% |
| Last 3 years | 9.57% | 10.17% |
| Last 5 years | 8.67% | 8.82% |
| Last 10 Years | N/A | N/A |
| Since inception | 9.44% | 9.40% |

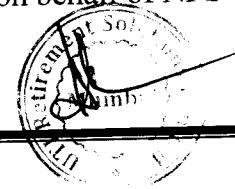
10. Key Statistics

Key statistics are mentioned as annexures to the financial statements of respective NPS Schemes managed by UTI Retirement Solutions Limited in the format prescribed by the NPS Trust.

10. Voting rights exercised by UTI Retirement Solutions Limited in respect of assets held by NPS Trust during FY 2021-22

PFRDA had framed “**Voting Policy on Assets held by the NPS Trust**”. The responsibility to exercise the voting rights on the assets held by NPS Schemes has been delegated to the Custodian based on the consensus formed amongst all the Pension Fund Managers under NPS.

Further, NPS Trust has authorized PFMs to act as Co-coordinating PFM (on rotational basis for a period of three months by each PFM), for arriving at coordinated consensus on the voting decision to be exercised uniformly on behalf of NPS Trust.



Accordingly, voting rights were exercised by the custodian during FY 2021-22 in accordance with the Voting Policy of PFRDA and after arriving at the consensus of all other PFMs on behalf of NPS Schemes managed by UTI Retirement Solutions Limited. The details of the voting may be viewed in our website.

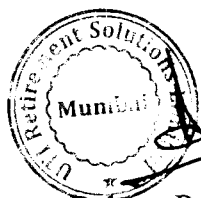
Auditor's Certificate on the Voting rights exercised by UTI Retirement Solutions:

The Auditors' Certificate on the proxy voting exercised during the FY 2021-22 is attached along with the Annual Report at page no 29 & 30.

11. Extracts of the Minutes of the Board Meeting

Extracts of the minutes of the Board meeting of UTI Retirement Solutions Limited approving the Annual Report and Accounts of NPS Schemes managed by UTI Retirement Solutions Limited as on 31st March, 2022 attached along with the Annual Report at Page No. 27 & 28.

For UTI Retirement Solutions Limited



Balram P. Bhagat
**(Chief Executive Officer &
Whole Time Director)**

Extracts of the Resolutions passed by the Board of Directors of UTI Retirement Solutions Limited in its meeting held on 19th April, 2022 at its Registered Office.

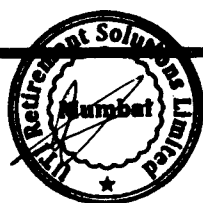
“Resolved,

that the Annual Statement of Accounts *viz.* Revenue Accounts for the year ended 31st March, 2022 and Balance Sheet as on that date; Schedules attached thereto; Significant Accounting Policies and Notes to Accounts along with Auditors’ Report thereon as annexed to the memorandum no. 1065 dated 16th April, 2022 and Annual Report of the following NPS Schemes managed by UTI Retirement Solutions Limited for the Financial Year 2021-22, be and is hereby noted and approved: -

| Sr. No. | Name of the NPS Scheme |
|---------|-----------------------------------------------------------------------------------------|
| 1. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme E – Tier I |
| 2. | NPS Trust – A/c UTI Retirement Solutions Scheme E – Tier II |
| 3. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme C – Tier I |
| 4. | NPS Trust – A/c UTI Retirement Solutions Scheme C – Tier II |
| 5. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme G – Tier I |
| 6. | NPS Trust – A/c UTI Retirement Solutions Scheme G – Tier II |
| 7. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme A – Tier I |
| 8. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme Central Government |
| 9. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme State Government |
| 10. | NPS Trust – A/c UTI Retirement Solutions Limited Scheme NPS Lite – Govt. Pattern |
| 11. | NPS Trust – A/c UTI Retirement Solutions Limited Scheme Atal Pension Yojana (APY) |
| 12. | NPS Trust – A/c UTI Retirement Solutions Pension Fund Scheme Corporate CG (inoperative) |
| 13. | NPS Trust - A/c UTI Retirement Solutions Pension Fund Scheme - Tax Saver- Tier II |

“Resolved Further,

that the Combined Annual Statement of Accounts *viz.* Revenue Accounts for the year ended 31st March, 2022 and Balance Sheet as on that date; Schedules attached thereto; Significant Accounting Policies and Notes to Accounts alongwith Auditors’ Report thereon as annexed to the memorandum no. 1065 dated 16th April, 2022 of all the NPS Schemes managed by NPS Schemes managed by UTI Retirement Solutions Ltd.



UTI Retirement Solutions Limited for the Financial Year 2021-22, be and is hereby noted and approved.”

“Resolved Further,

that the accounting policies as mentioned in the PFRDA (Preparation of Financial Statements and Auditor’s report of Schemes under National Pension System) Guidelines - 2012, as modified / updated from time to time, be and are hereby adopted.”

“Resolved Further,

that Mr. Balram P. Bhagat, Chief Executive Officer & Whole Time Director and any of the Directors be and are hereby authorized to sign, on behalf of the Board, Annual Statement of Accounts *viz.* Revenue Accounts for the year ended 31st March, 2022 and Balance Sheet as on that date; Schedules attached thereto; Significant Accounting Policies and Notes to Accounts of all the NPS Schemes managed by UTI Retirement Solutions Limited.”

“Resolved Further,

that Mr. Balram P. Bhagat, Chief Executive Officer & Whole Time Director be and is hereby authorized to finalize and sign, on behalf of the Board, the Annual Report of the NPS Schemes managed by UTI Retirement Solutions Limited for the Financial Year 2021-22.”

For UTI Retirement Solutions Limited



Vivek Vadwana
(Company Secretary &
Compliance Officer)



HARIBHAKTI & CO. LLP

Chartered Accountants

The Board of Trustees,
National Pension System (NPS) Trust

Independent Auditor's certificate on voting reports disclosed in its website, in terms of 'Voting Policy on Assets held by NPS Trust' issued by the Pension Fund Regulatory and Development Authority (PFRDA)

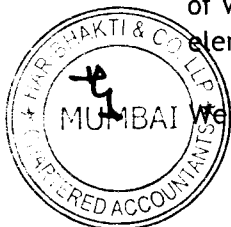
1. We have been requested by the UTI Retirement Solutions Limited (the "PFM"), having its registered office at the above mentioned address, to certify the voting reports disclosed in its website, in terms of 'Voting Policy on Assets held by NPS Trust' issued by the PFRDA for the purpose of onward submission to NPS Trust. Accordingly this certificate is issued as per the terms of our engagement letter dated December 28, 2021.

Management's Responsibility

2. The preparation and appropriate disclosure of quarterly voting reports on the website is the responsibility of the PFM including maintenance of underlying supporting information. This responsibility includes the design, implementation and maintenance of relevant internal controls in this regard.
3. The PFM is also responsible for ensuring the compliance of the guidelines as set out by PFRDA as amended from time to time, and provides all relevant information to the Trustees.

Auditor's Responsibility

4. Our responsibility to provide a reasonable assurance on whether the quarterly voting reports disclose the particulars as required by the Circular.
5. The following documents have been furnished to us by the PFM:
 - a) Quarterly voting reports on its website for Q1, Q2, Q3 and Q4 of the Financial year 2021-22;
 - b) Voting data and supporting documents maintained by the PFM with respect to the voting reports disclosed; and
 - c) Written representation from the management with regard to the above.
6. We have performed the following procedures :-
 - a) We have verified, on a test basis the contents of the voting reports with the voting data and supporting documents maintained by the PFM
7. We conducted our examination in accordance with the Revised Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI. We have not performed an audit, the objective of which would be the expression of an opinion on the financial statements, specified elements, accounts or items thereof, for the purpose of this Certificate.



We have not reviewed:

000029

HARIBHAKTI & CO. LLP

Chartered Accountants

- a) Whether voting reports cover all relevant investee companies; and,
 - b) The voting decisions taken by the Management of PFM.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements issued by ICAI.

Opinion

9. Based on our examination, as above, and the information, explanations and written representation given to us, we are of the opinion that
- a) Voting reports for Q1, Q2, Q3 and Q4 of the Financial Year 2021-22 disclosed on the website of PFM are in accordance with the format prescribed in the 'Voting Policy on Assets held by NPS Trust' issued by the PFRDA.
 - b) Voting reports were disclosed on the website of UTI Retirement Solutions Limited on quarterly basis; and
 - c) Contents of the voting reports are matching with the supporting documents maintained by the PFM.

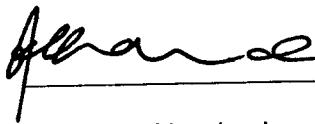
Restriction on Use

- a) This certificate is issued solely for the purpose of submission to the NPS Trust and disclosure in Website of the UTI Retirement Solutions Limited. This certificate should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any 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 without our prior consent in writing. Haribhakti & Co. LLP shall not be liable to the PFM, the Trustees, or to any other concerned for any claims, liabilities or expenses relating to this assignment, except to the extent of fees relating to this assignment. We have no responsibility to update this certificate for any events or circumstances occurring after the date of this certificate.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W/W100048



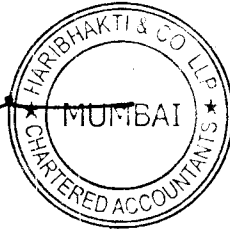
Sumant Sakhardande

Partner

Membership No. 34828

UDIN: 22034828AIBBBY3067

Mumbai: April 29, 2022



000030



UTI Retirement Solutions Limited

Combined Annual Audited Financial Statements Of Accounts of all the NPS Schemes As at 31st March, 2022

Contents: -

- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' – Block Bandra – Kurla Complex Bandra (East) Mumbai – 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai – 400049. Phone: 022 – 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

HARIBHAKTI & CO. LLP

Chartered Accountants

To
The Board of Trustees
National Pension System (NPS) Trust
14th Floor, IFCI Tower,
61, Nehru Place,
New Delhi 110 019

Report of Factual Findings in connection with agreed-upon procedures with respect to Combined Financial Statements of National Pension System Trust A/c UTI Retirement Solutions Limited Pension Fund Schemes managed by UTI Retirement Solutions Limited

1. We have been requested by National Pension System Trust ("NPS Trust") having its registered office at the above mentioned address to perform the procedures agreed vide Engagement letter dated December 28, 2021 with respect to verification of the accompanying Combined Financial Statements (CFS) of all the schemes of NPS Trust A/c UTI Retirement Solutions Limited Pension Fund Schemes under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM") which comprise the Combined Balance Sheet as at March 31, 2022, Combined Revenue Account for the year then ended and the combined notes to the CFS including a summary of significant accounting policies and other explanatory information.
2. Our engagement was undertaken in accordance with the Standard on Related Services (SRS) 4400, "Engagements to Perform Agreed-upon Procedures regarding Financial Information," issued by the Institute of Chartered Accountants of India ("ICAI").
3. The following details have been furnished by PFM management:
 - a) Audited separate scheme-wise financial statements, comprising of Balance Sheet as at March 31, 2022, Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information, prepared by PFM management in accordance with the Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations"), Pension Fund Regulatory and Development Authority (PFRDA) Guidelines ("PFRDA guidelines") and the accounting standards prescribed under section 133 of the Companies Act, 2013, (the "Act") read with relevant rules issued thereunder to the extent made applicable by PFRDA to the Schemes
 - i. UTI Retirement Solutions Pension Fund Scheme State Government (SG)
 - ii. UTI Retirement Solutions Pension Fund Scheme Central Government (CG)
 - iii. UTI Retirement Solutions Pension Fund Scheme A- Tier I
 - iv. UTI Retirement Solutions Pension Fund Scheme Atal Pension Yojana (APY)
 - v. UTI Retirement Solutions Pension Fund Scheme C - Tier I
 - vi. UTI Retirement Solutions Pension Fund Scheme C - Tier II
 - vii. UTI Retirement Solutions Pension Fund Scheme Corporate Central Government (Corporate CG)
 - viii. UTI Retirement Solutions Pension Fund Scheme E - Tier I



000032

HARIBHAKTI & CO. LLP

Chartered Accountants

- ix. UTI Retirement Solutions Pension Fund Scheme E - Tier II
- x. UTI Retirement Solutions Pension Fund Scheme G - Tier I
- xi. UTI Retirement Solutions Pension Fund Scheme G - Tier II
- xii. UTI Retirement Solutions Pension Fund Scheme NPS Lite - Government Pattern
- xiii. UTI Retirement Solutions Pension Fund Scheme Tax Saver - Tier II

b) CFS attached herewith duly prepared by PFM's Management in accordance with the format prescribed by NPS Trust.

4. The procedures summarized below have been performed solely to verify the CFS:

a) With respect to each of the above schemes as mentioned in paragraph 3(a) above:

- (i) Verified the line by line addition of individual items in all the balance sheets of all the schemes and arrived at the combined Balance Sheet as at March 31, 2022;
- (ii) Verified the line by line addition of individual items of revenue accounts of all the schemes and arrived at the combined revenue account for the year ended March 31, 2022;
- (iii) Verified the line by line addition of individual notes to financial statements accompanying the individual balance sheets and revenue accounts of all the schemes and arrived at the combined notes to CFS; and
- (iv) Read summary of significant accounting policies and other explanatory information.

5. Based on the procedures carried out as mentioned above, and according to the information and explanations provided by PFM management, we report as follows:

- a) This report should be read along with our separate Independent Auditor's report of even date prepared for each of the schemes for the year ended March 31, 2022.
- b) The Combined Balance Sheet is the sum total of the separate balance sheet of each of the schemes as mentioned in paragraph 3 above as at March 31, 2022.
- c) The Combined Revenue Account is the sum total of the separate revenue account of each of the schemes as mentioned in paragraph 3 above for the year ended March 31, 2022.
- d) The Combined notes to the CFS is the sum total of the separate notes to financial statements of each of the schemes as mentioned in paragraph 3 above as at March 31, 2022.
- e) We have conducted verification of CFS in accordance with SRS 4400 and in accordance with auditing standards generally accepted in India. We have verified and validated that the CFS has been prepared in accordance with the format prescribed by NPS Trust. We have relied on PFM's management judgment for the disclosure of notes therein.
- f) The CFS of all schemes is solely prepared to assist the NPS trust for its combined financial statements in format prescribed for scheme accounts to meet the requirements of PFRDA.

The above procedures do not constitute either an audit or a review made in accordance with the generally accepted auditing standards in India.




000033

HARIBHAKTI & CO. LLP

Chartered Accountants

7. Had we performed additional procedures or an audit or review of the CFS in accordance with the generally accepted auditing standards in India, other matters might have come to our attention that would have been reported to you.
8. Our report is issued solely for the purpose of onward submission to NPS Trust and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing. Haribhakti & Co. LLP shall not be liable to NPS Trust, PFM or to any other concerned, for any claims, liabilities or expenses relating to this assignment, except to the extent of fees relating to this assignment. We have no responsibility to update this report for events and circumstances occurring after the date of this report.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.103523W/W100048


Sumant Sakhardande
Partner

Membership No.034828

UDIN: 22034828ALOUKT4968

Place: Mumbai
Date: 24th JUNE 2022

Encl:

1. Separate scheme wise financial statements of all the schemes as per para 3(a)
2. Combined financial statements of all schemes as per para 3(b)

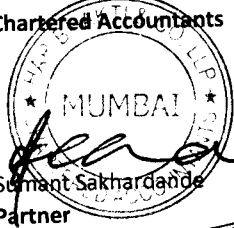
000034

**NATIONAL PENSION SYSTEM TRUST
UTI RETIREMENT SOLUTIONS LIMITED
COMBINED BALANCE SHEET OF ALL SCHEMES AS AT MARCH 31, 2022**

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 61802 34 76 229 | 54090 14 94 714 |
| Reserves and Surplus | 2 | 140116 17 72 045 | 112119 50 63 154 |
| Current Liabilities and Provisions | 3 | 81 38 90 824 | 99 22 87 821 |
| Total | | 201999 91 39 098 | 166308 88 45 689 |
| Assets | | | |
| Investments | 4 | 198372 43 88 565 | 163282 56 17 133 |
| Deposits | 5 | - | 16 07 25 000 |
| Other Current Assets | 6 | 3627 47 50 533 | 3010 25 03 556 |
| Total | | 201999 91 39 098 | 166308 88 45 689 |
| (a) Net assets as per Balance Sheets | | 201918 52 48 274 | 166209 65 57 868 |
| (b) Number of units outstanding | | 6180 23 47 621 | 5409 01 49 469 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



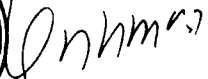
Sumanth Sakhardande
Partner
Membership No.: D34828

Date: 24th JUNE 2022
Place: Mumbai

For UTI Retirement Solutions Ltd.


Bakram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261




Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
24th JUNE 2022

Date:
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000035

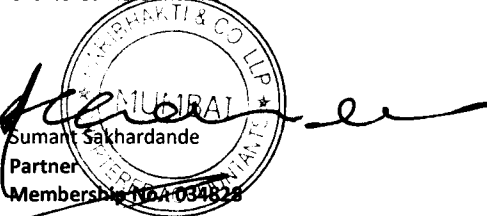
**NATIONAL PENSION SYSTEM TRUST
UTI RETIREMENT SOLUTIONS LIMITED
COMBINED REVENUE ACCOUNT OF ALL SCHEMES FOR THE YEAR ENDED MARCH 31, 2022**


| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 331 77 27 923 | 251 70 43 557 |
| Interest | | 10731 84 18 726 | 8750 11 22 803 |
| Profit on sale/redemption of investments | | 1398 84 78 313 | 623 26 71 236 |
| Profit on inter-scheme transfer/sale of investments | | 9 51 491 | 20 74 14 335 |
| Unrealized gain on appreciation in investments | | 4463 38 20 278 | 10944 06 07 328 |
| Other income | | | |
| - Miscellaneous Income | | 378 | 8 07 398 |
| Total Income (A) | | 16925 93 97 109 | 20589 96 66 657 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 4979 38 77 397 | 580 48 33 258 |
| Loss on sale/redemption of investments | | 105 88 02 980 | 155 23 44 776 |
| Loss on inter-scheme transfer/sale of investments | | - | 58 217 |
| Management fees (including GST) | | 107 83 92 864 | 17 56 37 398 |
| NPS Trust fees | | 9 24 64 454 | 7 29 79 390 |
| Custodian fees (including GST) | | 5 94 44 699 | 4 78 89 271 |
| Depository and settlement charges (including GST) | | 1 15 24 659 | 91 48 768 |
| Stamp Duty on Bond/Mutual Fund | | - | 3 05 14 923 |
| CRA Fees | | 30 52 91 093 | 28 00 89 490 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (30 52 91 093) | (28 00 89 490) |
| Provision for Non-Performing Assets | | - | 33 75 00 000 |
| Other Expenses | | 47 | 80 |
| Total Expenditure (B) | | 5209 45 07 100 | 803 09 06 081 |
| Surplus/(Deficit) for the year (A-B) | | 11716 48 90 009 | 19786 87 60 576 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 516 00 57 119 | (10363 57 74 070) |
| Less: Amount transferred (to) / from General Reserve | | (12232 49 47 128) | (9423 29 86 506) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.

AW

Sumant Sakhardande
Partner
Membership No: 034828



Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Intaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 24th JUNE 2022
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)


Sashi Krishnan
Chief Executive Officer, NPS Trust

Date: 24th JUNE 2022
Place: Mumbai

24th JUNE 2022

Shri Dinesh Kumar Mehrotra

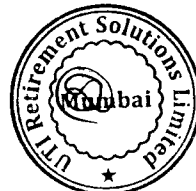
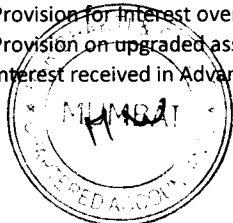


MUMBAI

000035

**NATIONAL PENSION SYSTEM TRUST
UTI RETIREMENT SOLUTIONS LIMITED**
NOTES ANNEXED TO AND FORMING PART OF THE COMBINED BALANCE SHEET OF ALL SCHEMES AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 54090 14 94 714 | 45627 10 63 472 |
| Add :Units issued during the year | 8864 05 58 887 | 9048 67 59 500 |
| Less: Units redeemed during the year | (1151 85 77 372) | (585 63 28 258) |
| Outstanding at the end of the year | 61802 34 76 229 | 54090 14 94 714 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 5409 01 49 469 | 4562 71 06 346 |
| Add :Units issued during the year | 886 40 55 889 | 904 86 75 949 |
| Less: Units redeemed during the year | (115 18 57 737) | (58 56 32 826) |
| Outstanding units at the end of the year | 6180 23 47 621 | 5409 01 49 469 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 62178 00 38 318 | 46419 17 72 562 |
| Add: Premium on Units issued | 18779 24 28 791 | 16810 36 84 345 |
| Less: Premium on Units redeemed | (2499 06 09 909) | (1051 54 18 589) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 78458 18 57 200 | 62178 00 38 318 |
| General Reserve | | |
| Opening Balance | 35261 94 22 453 | 25838 64 35 947 |
| Add: Transfer from Revenue Account | 12232 49 47 128 | 9423 29 86 506 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 47494 43 69 581 | 35261 94 22 453 |
| Unrealised Appreciation Account | | |
| Opening Balance | 14679 56 02 383 | 4315 98 28 313 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (516 00 57 119) | 10363 57 74 070 |
| Closing Balance | 14163 55 45 264 | 14679 56 02 383 |
| Total | 140116 17 72 045 | 112119 50 63 154 |
| Schedule 3 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 11 98 55 276 | 7 16 08 005 |
| Book Overdraft | - | - |
| Redemption Payable | 46 96 49 927 | 30 91 32 746 |
| TDS Payable | 86 85 621 | 14 09 492 |
| Contracts for purchase of investments | - | 61 01 37 578 |
| Amount Payable to Other Schemes | 21 57 00 000 | - |
| Provision for interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 81 38 90 824 | 99 22 87 821 |



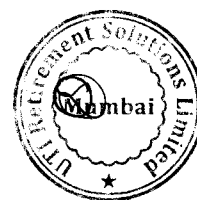
000037

NATIONAL PENSION SYSTEM TRUST
UTI RETIREMENT SOLUTIONS LIMITED
NOTES ANNEXED TO AND FORMING PART OF THE COMBINED BALANCE SHEET OF ALL SCHEMES AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 29076 17 38 167 | 24167 82 74 380 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 56070 02 33 106 | 52852 52 18 716 |
| Central and State Government Securities (including treasury bills) | 104118 07 55 593 | 81597 52 37 299 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | 5 32 47 967 | 2 88 33 461 |
| Others - Mutual Fund Units | 9102 84 13 732 | 4661 80 53 277 |
| Non Convertible Debentures classified as NPA | 325 00 00 000 | 491 00 00 000 |
| Less: Provision on Non performing investment | (325 00 00 000) | (491 00 00 000) |
| Total | 198372 43 88 565 | 163282 56 17 133 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 16 07 25 000 |
| Total | - | 16 07 25 000 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 72 64 25 005 | 1 70 04 435 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 64 64 59 317 | 64 64 59 317 |
| Less: Provision for interest on Non-Performing Investment | (64 64 59 317) | (64 64 59 317) |
| Outstanding and accrued income | 3528 61 98 570 | 2933 99 39 184 |
| Dividend Receivable | 4 61 38 824 | 10 71 92 066 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | 21 59 88 134 | 63 83 67 871 |
| Redemption receivable on Non performing Investment | 292 00 00 000 | 126 00 00 000 |
| Less: Provision for Non Performing Investment | (292 00 00 000) | (126 00 00 000) |
| Total | 3627 47 50 533 | 3010 25 03 556 |



000033

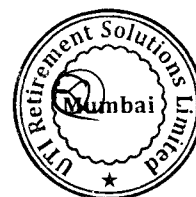
NATIONAL PENSION SYSTEM TRUST

NPS Trust A/c - UTI Retirement Solutions Limited all Schemes

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



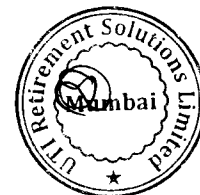
000039

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 :-

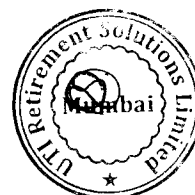
| Sr. No. | Name of Scheme | Date of Inception |
|---------|---------------------------------|---------------------------------|
| 1. | Scheme E - Tier I | 21 st May, 2009 |
| 2. | Scheme E - Tier II | 14 th December, 2009 |
| 3. | Scheme C - Tier I | 21 st May, 2009 |
| 4. | Scheme C - Tier II | 14 th December, 2009 |
| 5. | Scheme G - Tier I | 21 st May, 2009 |
| 6. | Scheme G - Tier II | 14 th December, 2009 |
| 7. | Scheme A - Tier I | 14 th October, 2016 |
| 8. | Scheme Tax Saver - Tier II | 4 th September, 2020 |
| 9. | Scheme - Central Govt. | 1 st April, 2008 |
| 10. | Scheme - State Govt. | 25 th June, 2009 |
| 11. | NPS Lite Scheme - Govt. Pattern | 4 th October, 2010 |
| 12. | Scheme - Corporate CG | 5 th November, 2012 |
| 13. | Atal Pension Yojana | 4 th June, 2015 |



000040

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; |
| 2. | Scheme E - Tier II | c. ETFs / Index Funds regulated by the SEBI that replicate the portfolio of either BSE Index or 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 |
| 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 or less than three years from the date of investment; |
| 4. | Scheme C - Tier II | 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. |
| 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 |
| 6. | Scheme G - Tier II | c. Units of mutual funds set up as dedicated funds for investment in Government securities and regulated by the SEBI. |



000041

| 7. | Scheme A - Tier I | To optimize returns through investments in: - a. Commercial mortgage based securities or Residential mortgage 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 Tax Saver - Tier II | To optimize returns by investing in the instruments as per the following prescribed limits: - <table border="1"> <thead> <tr> <th>Instrument</th> <th>Limit</th> </tr> </thead> <tbody> <tr> <td>Equity*</td> <td>10%-25%</td> </tr> <tr> <td>Debt**</td> <td>Upto 90%</td> </tr> <tr> <td>Cash/Money Market/Liquid MFs</td> <td>Upto 5%</td> </tr> </tbody> </table> * Investment guidelines as applicable for Scheme E - Tier II ** Investment guidelines as applicable for Scheme G - Tier II and Scheme C - Tier II | Instrument | Limit | Equity* | 10%-25% | Debt** | Upto 90% | Cash/Money Market/Liquid MFs | Upto 5% | | | | |
| Instrument | Limit | | | | | | | | | | | | | |
| Equity* | 10%-25% | | | | | | | | | | | | | |
| Debt** | Upto 90% | | | | | | | | | | | | | |
| Cash/Money Market/Liquid MFs | Upto 5% | | | | | | | | | | | | | |
| 9. | Scheme - Central Govt. | To optimize returns by investing in the instruments as per the following prescribed limits: - | | | | | | | | | | | | |
| 10. | Scheme - State Govt. | <table border="1"> <thead> <tr> <th>Instrument</th> <th>Limit</th> </tr> </thead> <tbody> <tr> <td>Govt. Securities</td> <td>Upto 55%</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 10%</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> </tbody> </table> | Instrument | Limit | Govt. Securities | Upto 55% | Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc. | Upto 45% | Short Term Debt Instruments and related investments | Upto 10% | Equity and related investments | Upto 15% | Asset Backed, Trust Structured and Miscellaneous Investments | Upto 5% |
| Instrument | Limit | | | | | | | | | | | | | |
| Govt. Securities | Upto 55% | | | | | | | | | | | | | |
| Debt Securities i.e. Corporate Bonds, Term Deposit Receipts etc. | Upto 45% | | | | | | | | | | | | | |
| Short Term Debt Instruments and related investments | Upto 10% | | | | | | | | | | | | | |
| Equity and related investments | Upto 15% | | | | | | | | | | | | | |
| Asset Backed, Trust Structured and Miscellaneous Investments | Upto 5% | | | | | | | | | | | | | |
| 11. | NPS Lite Scheme - Govt. Pattern | | | | | | | | | | | | | |
| 12. | Scheme - Corporate CG | | | | | | | | | | | | | |
| 13. | Atal Pension Yojana | | | | | | | | | | | | | |

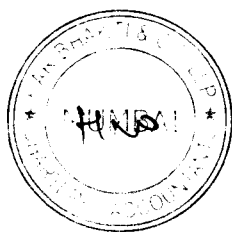
4. Contributions to the Scheme by the investors are withdrawable in accordance with the Pension Fund Regulatory and Development Authority Exit and Withdrawals under National Pension System) Regulations, 2015.



000042

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. 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



000043

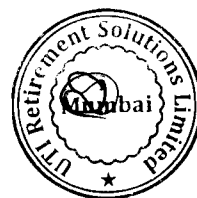
except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
- e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
- f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
- g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
- h. Investments are reconciled with the custodian records on daily basis.
- i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.

5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

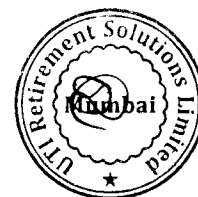
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



000045

- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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



000046

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. **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.

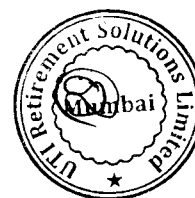
Re-schedulement of NPA:

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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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:-



000047

- i) 100% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

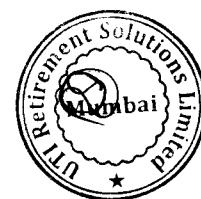
Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit / Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

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

10. Unit Premium Reserve: Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



000048

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year-end are 61802272233.6050 and the balance 75387.3424 have been identified as residual units with CRA.

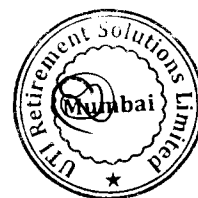
Total 5224653.1167 Units are lying in the name of "CRA Unitisation Pooled PRAN" maintained by CRA. As explained by CRA, the subscribers have not been identified for the same. Moreover, total 409632.3023 Units are lying in the name of "Central Govt. Suspense PRAN", "State Govt. Suspense PRAN" & "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021. The Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 1,07,83,92,864/- (Previous Year ₹ 17,56,37,398/-).



000049

F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are ₹ 9,24,64,454/- (Previous Year ₹ 7,29,79,390/-).

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|-------|-----------|-------|---------------|-------|-----------|-------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 1,15,697.31 | 62.54 | 77,113.80 | 41.68 | 1,17,516.43 | 80.48 | 81,712.50 | 55.96 |

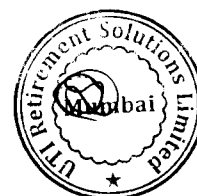
H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 24,169.12 Crores (Previous Year ₹ 25,587.71 Crores).

I. **Net Asset Value:**

| Sr. No. | Name of Scheme | Current Year | Previous Year |
|---------|---------------------------------|-------------------------------|-------------------------------|
| | | As on 31st March, 2022 (in ₹) | As on 31st March, 2021 (in ₹) |
| 1. | Scheme E - Tier I | 44.3170 | 37.4794 |
| 2. | Scheme E - Tier II | 36.3300 | 30.8073 |
| 3. | Scheme C - Tier I | 30.8564 | 29.1428 |
| 4. | Scheme C - Tier II | 29.5268 | 27.8979 |
| 5. | Scheme G - Tier I | 28.2757 | 27.3443 |
| 6. | Scheme G - Tier II | 29.0658 | 28.1032 |
| 7. | Scheme A - Tier I | 14.1559 | 12.8670 |
| 8. | Scheme Tax Saver - Tier II | 10.5347 | 10.1819 |
| 9. | Scheme - Central Govt | 36.2222 | 33.9417 |
| 10. | Scheme - State Govt. | 32.2250 | 30.2089 |
| 11. | NPS Lite Scheme - Govt. Pattern | 30.0711 | 28.0939 |
| 12. | Scheme - Corporate CG | 10.0000 | 10.0000 |
| 13. | Atal Pension Yojana | 18.5123 | 17.3986 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 16,925.94 | 9.15 | 5,209.45 | 2.82 | 20,589.97 | 14.10 | 803.09 | 0.55 |



000050

K. 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.

L. Income Taxes:

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

M. 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 31st March, 2022 is as under:

₹ in Crores

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value | 617.00 | 617.00 |
| Provision for NPA | 617.00 | 617.00 |
| Carrying Cost | - | - |
| Market Value*** | - | - |
| % of NPA (Gross) to AUM | 0.31 | 0.37 |

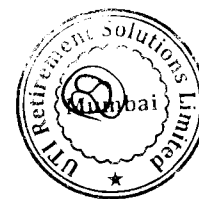
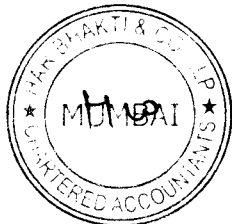
*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure B).

N. Contingent liability as on 31st March, 2022 is ₹ 30,81,83,273 towards uncalled amount of ₹ 401.25 per shares on 7,68,058 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 48,81,19,183).

O. Details of Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest as on 31st March, 2022 is ₹ NIL. (Previous Year ₹ Nil).

P. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.



000051

Q. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 72,428.06 | ₹ 5,751.80 | ₹ 73,814.55 | ₹ 3,391.20 |

R. Portfolio: Please refer scheme wise financials for industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022.


S. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure A.

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN: 103523W/W100048


Sumant Sakhardande
Partner
M. No. - 034828


Date : 24th JUNE 2022

Place : Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261




Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date : 19/04/2022

Place : Mumbai

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

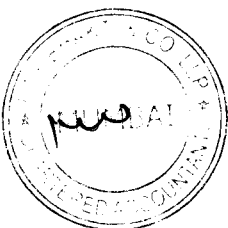
24th JUNE 2022

MUMBAI

000052

| Key Statistics | | | | |
|-------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| Combined Key Statistics of all NPS Scheme | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | NA | NA | Closing NAV as on 1st April of the Current F Y |
| | High | NA | NA | Highest NAV during the F Y |
| | Low | NA | NA | Lowest NAV during the F Y |
| | End | NA | NA | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 2,01,91,852.49 | 1,66,20,965.58 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 1,84,99,463.80 | 1,46,02,516.57 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 9.15% | 14.10% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0671% | 0.0230% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0120% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 6.33% | 13.55% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 3.91% | 3.37% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | NA | NA | |
| | Last 3 Years | NA | NA | |
| | Last 5 Years | NA | NA | |
| | Last 10 Years | NA | NA | |
| | Since Launch of the scheme | NA | NA | CAGR = $((1 + \text{cumulative return})^n) - 1$ (where n=365/no. of days) |

* Declared NAV; Returns calculated based on declared NAV



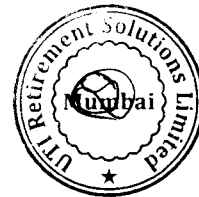
000053

1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 10.50% ILFS FIN. SER. 17/09/2018 | 20.00 | 17-Dec-18 | 20.00 | 20.00 |
| 2 | 9.65% ILFS FIN SER 18/09/2019 | 20.00 | 18-Dec-18 | 20.00 | 20.00 |
| 3 | 9.54% ILFS FIN. SER. LTD. 28/09/2022 | 15.00 | 28-Dec-18 | 15.00 | 15.00 |
| 4 | 8.50% ILFS FIN. SER. LTD. 30/09/2026 | 25.00 | 01-Jan-19 | 25.00 | 25.00 |
| 5 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 50.00 | 06-Mar-19 | 50.00 | 50.00 |
| 6 | 8.68% ILFS FIN. SER. LTD. 05/12/2026 | 20.00 | 06-Mar-19 | 20.00 | 20.00 |
| 7 | 10.30% ILFS 28/12/2021 | 30.00 | 28-Mar-19 | 30.00 | 30.00 |
| 8 | 10.30% ILFS FIN SER 22/03/2022 | 16.00 | 22-Jun-19 | 16.00 | 16.00 |
| 9 | 8.75% ILFS FIN. SER. LTD. 28/03/2023 | 30.00 | 28-Jun-19 | 30.00 | 30.00 |
| 10 | 9.55% ILFS FIN. SER. 28/02/2023 | 15.00 | 28-May-19 | 15.00 | 15.00 |
| 11 | 8.90% ILFS FIN. SER. LTD. 26/03/2021 | 25.00 | 28-Jun-19 | 25.00 | 25.00 |
| 12 | 8.65% ILFS FIN. SER. LTD. 18/07/2021 | 25.00 | 18-Oct-19 | 25.00 | 25.00 |
| 13 | 8.75% ILFS FIN. SER. LTD. 31/07/2021 | 25.00 | 01-Nov-19 | 25.00 | 25.00 |
| 14 | 10.15% ILFS FIN SER 29/06/2022 | 25.00 | 29-Sep-19 | 25.00 | 25.00 |
| 15 | 8.75% ILFS FIN. SER. LTD. 14/08/2026 | 25.00 | 16-Nov-19 | 25.00 | 25.00 |
| 16 | 8.51% ILFS FIN. SER. LTD. 11/09/2026 | 25.00 | 12-Dec-19 | 25.00 | 25.00 |
| TOTAL | | 391.00 | | 391.00 | 391.00 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 9.98% ILFS 05/12/2018 | 20.00 | 05-Mar-19 | 20.00 | 20.00 |
| 2 | 9.00% ILFS 28/12/2024 | 15.00 | 29-Mar-19 | 15.00 | 15.00 |
| 3 | 8.75% ILFS 23/01/2025 | 10.00 | 23-Apr-19 | 10.00 | 10.00 |
| 4 | 9.82% ILFS 24/01/2022 | 10.00 | 24-Apr-19 | 10.00 | 10.00 |
| 5 | 8.30% ILFS 24/01/2023 | 50.00 | 24-Apr-19 | 50.00 | 50.00 |
| 6 | 9.95% ILFS 04/02/2019 | 20.00 | 04-May-19 | 20.00 | 20.00 |
| 7 | 9.70% ILFS 22/02/2021 | 14.00 | 22-May-19 | 14.00 | 14.00 |
| 8 | 8.90% ILFS 15/03/2021 | 7.00 | 15-Jun-19 | 7.00 | 7.00 |
| 9 | 9.68% ILFS 25/07/2021 | 10.00 | 25-Oct-19 | 10.00 | 10.00 |
| 10 | 8.06% ILFS 11/05/2022 | 25.00 | 11-Aug-19 | 25.00 | 25.00 |
| 11 | 9.50% ILFS 28/07/2024 | 5.00 | 29-Oct-19 | 5.00 | 5.00 |
| 12 | 9.55% ILFS 13/08/2024 | 15.00 | 13-Nov-19 | 15.00 | 15.00 |
| 13 | 8.69% ILFS 25/08/2025 | 25.00 | 26-Nov-19 | 25.00 | 25.00 |
| TOTAL | | 226.00 | | 226.00 | 226.00 |





UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme E – Tier I

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' – Block Bandra – Kurla Complex Bandra (East) Mumbai – 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai – 400049. Phone: 022 – 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme E - Tier I (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

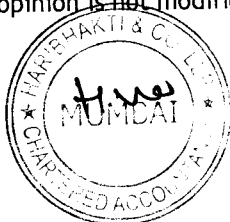
Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.3,45,58,431.74 is lying with the trustee bank (Previous Year: Rs.1,91,92,297), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000056

HARIBHAKTI & CO. LLP

Chartered Accountants

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

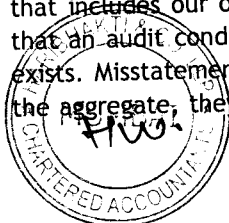
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken



000057

HARIBHAKTI & CO. LLP

Chartered Accountants

on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

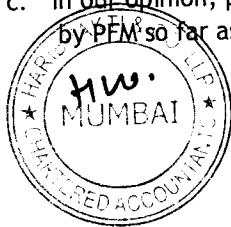
We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it appears from our examination of those books;



000058

HARIBHAKTI & CO. LLP

Chartered Accountants

- 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; and
- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

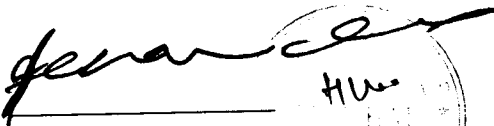
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande
Partner

Membership No. 034828

UDIN: 22034828ALOUXJ6516

Place: Mumbai

Date : 24th JUNE 2022

000059

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME E - TIER I
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 279 71 29 212 | 232 54 23 717 |
| Reserves and Surplus | 2 | 959 89 30 195 | 639 01 48 274 |
| Current Liabilities and Provisions | 3 | 93 87 685 | 2 02 75 942 |
| Total | | 1240 54 47 092 | 873 58 47 933 |
| Assets | | | |
| Investments | 4 | 1240 42 50 978 | 873 19 51 735 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 11 96 114 | 38 96 198 |
| Total | | 1240 54 47 092 | 873 58 47 933 |
| (a) Net assets as per Balance Sheets | | 1239 60 59 407 | 871 55 71 991 |
| (b) Number of units outstanding | | 27 97 12 921 | 23 25 42 372 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



Sumant Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Intaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000060

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME E - TIER I
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 12 38 57 221 | 7 80 25 513 |
| Interest | | 20 523 | 34 650 |
| Profit on sale/redemption of investments | | 13 59 54 579 | 5 37 85 500 |
| Profit on inter-scheme transfer/sale of investments | | 9 17 608 | 7 75 903 |
| Unrealized gain on appreciation in investments | | 173 47 78 520 | 302 49 58 096 |
| Other income | | | |
| - Miscellaneous Income | | 24 | 1 152 |
| Total Income (A) | | 199 55 28 475 | 315 75 80 814 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 31 94 18 659 | 16 06 315 |
| Loss on sale/redemption of investments | | 3 81 95 684 | 4 27 64 031 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 62 15 816 | 7 28 867 |
| NPS Trust fees | | 5 33 474 | 3 08 841 |
| Custodian fees (including GST) | | 2 62 956 | 1 97 872 |
| Depository and settlement charges (including GST) | | 42 046 | 31 607 |
| Stamp Duty on Bond/Mutual Fund | | - | 2 29 111 |
| CRA Fees | | 41 56 342 | 36 10 894 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (41 56 342) | (36 10 894) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | - |
| Total Expenditure (B) | | 36 46 68 635 | 4 58 66 644 |
| Surplus/(Deficit) for the year (A-B) | | 163 08 59 840 | 311 17 14 170 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | (141 53 59 861) | (302 33 51 781) |
| Less: Amount transferred (to) / from General Reserve | | (21 54 99 979) | (8 83 62 389) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



Sumant Sakhardande
Partner
Membership No. 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Antaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

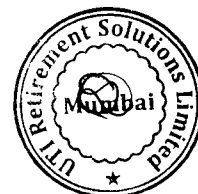
000061

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME E - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 1172 56 19 726 | 854 78 19 345 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 67 86 31 252 | 18 41 32 390 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 1240 42 50 978 | 873 19 51 735 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 1 | 5 39 941 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | - | - |
| Dividend Receivable | 11 96 113 | 33 56 257 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 11 96 114 | 38 96 198 |



000063

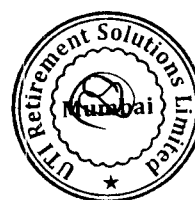
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme E - Tier I

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



000064

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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 receipts of funds in the respective schemes only.
6. 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 on 21st May, 2009.
3. **Investment pattern to be followed as per the PFRDA Regulations:**
 - (a) Shares of body corporates listed on Bombay Stock Exchange (BSE) or National Stock Exchange (NSE), which have:
 - (i) Market Capitalisation of not less than Rs. 5000 crore as on the date of investment;
 - (ii) And derivatives with the shares as underlying traded in the either of the two stock exchange.
 - (b) Units of Mutual funds regulated by the Securities and Exchange Board of India, which have minimum 65% of their investment in shares of body corporates listed on BSE or NSE.
 - (c) Exchange Traded Funds (ETFs) / Index Funds regulated by the Securities and Exchange Board of India that replicate the portfolio of either BSE Index or NSE Nifty 50 Index.



000065

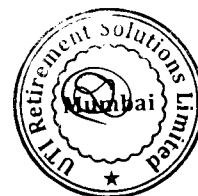
- (d) ETFs issued by SEBI regulated Mutual Funds constructed specifically for disinvestment of shareholding of the Government of India in body corporates.
- (e) Exchange traded derivatives regulated by Securities and Exchange Board of India having the underlying of any permissible listed stock or any of the permissible indices, with the sole purpose of hedging.

Provided that the portfolio invested in derivatives in terms of contract value shall not be in excess of 5% of the total portfolio invested in sub - categories (a) to (d) above.

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

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.



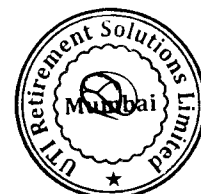
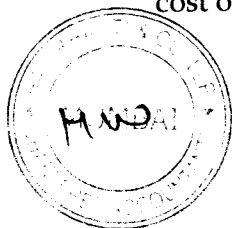
000066

3. Covid 19 Uncertainties:

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.

4. Investments:

- a. Investments are accounted on trade date.
- b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- c. 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.
- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
- e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
- f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
- g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.



000067

- h. Investments are reconciled with the custodian records on daily basis.
- i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.

5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

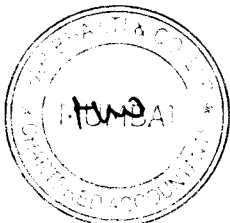
- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.
- iii. **Right entitlement:**
 - a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
 - b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

- i) **All Instruments/Securities with residual maturity of more than 30 days :**
 - a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
 - b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
 - c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon



000068

- bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.
- ii) **All Instruments/Securities with residual maturity of upto 30 days:** The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently $\pm 0.025\%$, i.e. ± 2.5 basis points) of the reference price provided by the valuation agency.
 - iii) **Only Callable Bonds (single/multiple call options),** which are callable by the issuer, are valued at lowest value on each call option date.
 - iv) **Only Puttable Bonds (single/multiple put options),** which are puttable by the investor, are valued at highest value on each put option date.
 - v) **Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.**
 - vi) **Partly paid bonds are valued at cost till it is fully paid.**
 - vii) **Perpetual bond with single/multiple call options are valued at lowest price on each option date.**

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

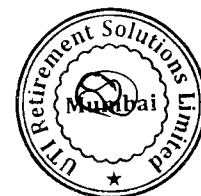
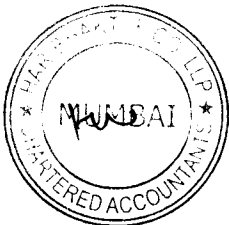
Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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

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



000069

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.
7. **Income Recognition:**
 - a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest - bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis
 - e. Profit / Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.
9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



000070

- D. Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 62,15,816. (Previous Year ₹ 7,28,867).

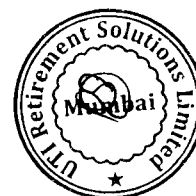
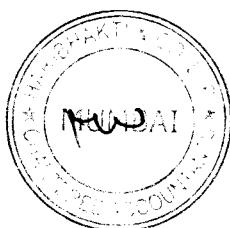
- E. Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 279712828.9540 and the balance 92.1091 have been identified as residual units with CRA.

- F. NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 5,33,474 | ₹ 3,08,841 |

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



000071

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|--------|----------|--------|---------------|--------|--------|--------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 1,305.52 | 122.30 | 1,087.53 | 101.88 | 822.21 | 133.00 | 620.71 | 100.40 |

H. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL).

I. Net Asset Value:

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 44.3170 | ₹ 37.4794 |

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

| Current Year | | | | Previous Year | | | |
|--------------|-------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 199.55 | 18.69 | 36.47 | 3.42 | 315.76 | 51.08 | 4.59 | 0.74 |

K. 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.

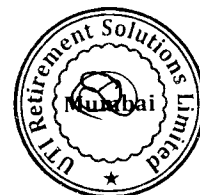
L. Income Taxes:

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

M. Contingent liability as on 31st March, 2022 is ₹ 1,16,92,826 towards uncalled amount of ₹ 401.25 per shares on 29,141 Partly Paid shares of Reliance Industries Limited. (Previous Year ₹ 1,73,53,199).

N. Other disclosures:

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



000072

O. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 693.21 | ₹ 67.86 | ₹ 148.67 | ₹ 14.41 |

P. Portfolio: Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.

Q. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN: 103523W/W100048

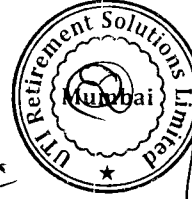


Sumant Sakhardande
Partner

M. No. - 034828

Date : 24th JUNE 2022
Place : Mumbai

For UTI Retirement Solutions Ltd.



Bahram P Bhagat
Chief Executive Officer
& Whole Time Director

DIN : 01846261

Date : 19/04/2022
Place : Mumbai

Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on behalf of NPS Trust

(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra



Sashi Krishnan

(Chief Executive Officer, NPS Trust)

24th JUNE 2022

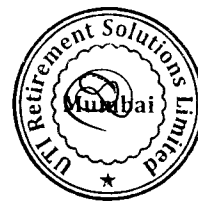
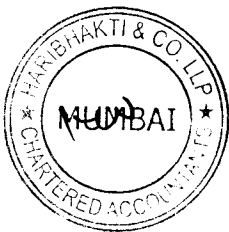
MUMBAI

000073

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------|-----------|-----------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS, POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 12,70,035 | 92,75,06,561 | 7.48 | 7.91 |
| HDFC BANK LTD. | 5,56,674 | 81,85,05,616 | 6.60 | 6.98 |
| AXIS BANK LTD. | 5,88,043 | 44,75,88,929 | 3.61 | 3.82 |
| STATE BANK OF INDIA | 8,31,687 | 41,04,79,119 | 3.31 | 3.50 |
| KOTAK MAHINDRA BANK LTD. | 2,11,495 | 37,09,30,506 | 2.99 | 3.16 |
| INDUSIND BANK LTD. | 1,05,117 | 9,83,26,442 | 0.79 | 0.84 |
| BANK OF BARODA | 1,08,120 | 1,20,66,192 | 0.10 | 0.10 |
| YES BANK | 46,402 | 5,70,745 | 0.00 | 0.00 |
| PUNJAB NATIONAL BANK | 3,627 | 1,27,126 | 0.00 | 0.00 |
| | | 3,08,61,01,236 | 24.88 | 26.31 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 5,39,662 | 1,02,90,54,485 | 8.30 | 8.78 |
| WIPRO LTD. | 2,68,000 | 15,86,29,200 | 1.28 | 1.35 |
| HCL TECHNOLOGIES LIMITED | 77,900 | 9,06,56,125 | 0.73 | 0.77 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 5,200 | 1,86,56,300 | 0.15 | 0.16 |
| | | 1,29,69,96,110 | 10.46 | 11.06 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 3,17,921 | 83,76,42,355 | 6.76 | 7.14 |
| | | 83,76,42,355 | 6.76 | 7.14 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 1,30,822 | 48,92,67,739 | 3.95 | 4.17 |
| TECH MAHINDRA LTD. | 1,29,930 | 19,48,23,539 | 1.57 | 1.66 |
| | | 68,40,91,278 | 5.52 | 5.83 |



000074

| Key Statistics | | | | |
|-------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme E – Tier I | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 37.8872 | 20.8641 | Closing NAV as on 1st April of the Current F Y |
| | High | 46.9338 | 39.0293 | Highest NAV during the F Y |
| | Low | 36.4918 | 20.4736 | Lowest NAV during the F Y |
| | End | 44.3170 | 37.4794 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 1,23,960.59 | 87,155.72 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 1,06,750.92 | 61,820.43 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 18.69% | 51.08% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0661% | 0.0242% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 15.28% | 50.33% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 4.71% | 3.76% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 18.24% | 72.82% | |
| | Last 3 Years | 13.84% | 12.11% | |
| | Last 5 Years | 13.12% | 14.00% | CAGR = $((1 + \text{cumulative return})^n - 1)$ |
| | Last 10 Years | 13.57% | 10.63% | (where n=365/no. of days) |
| | Since Launch of the scheme (21st May, 2009) | 12.27% | 11.78% | |
| * Declared NAV; Returns calculated based on declared NAV | | | | |



000075



UTI Retirement Solutions Limited

NPS Trust - A/C UTI Retirement Solutions Scheme E - Tier II

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' - Block Bandra - Kurla Complex Bandra (East) Mumbai - 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai - 400049. Phone: 022 - 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme E - Tier II (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

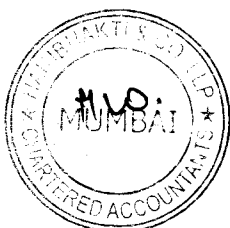
Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.13,16,243.52 is lying with the trustee bank (Previous Year: Rs.4,74,838), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000077

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

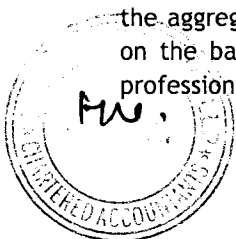
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000078

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

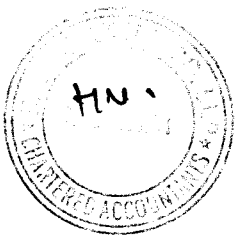
We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000070

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;


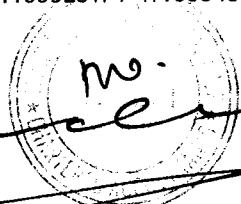
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 103523W / W100048

Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828ALOVJH5002

Place: Mumbai

Date: 24th JUNE 2022

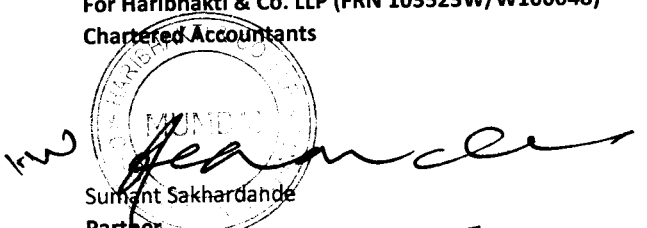
000080

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME E - TIER II
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 19 26 17 708 | 14 32 49 313 |
| Reserves and Surplus | 2 | 50 71 63 865 | 29 80 64 397 |
| Current Liabilities and Provisions | 3 | 21 71 905 | 24 36 578 |
| Total | | 70 19 53 478 | 44 37 50 288 |
| Assets | | | |
| Investments | 4 | 70 19 04 545 | 44 35 58 931 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 48 933 | 1 91 357 |
| Total | | 70 19 53 478 | 44 37 50 288 |
| (a) Net assets as per Balance Sheets | | 69 97 81 573 | 44 13 13 710 |
| (b) Number of units outstanding | | 1 92 61 771 | 1 43 24 931 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |


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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

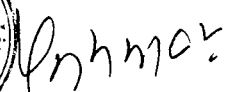

Sumant Sakhardande
Partner
Membership No.: 034828

Date: 24th JUNE 2022
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date: 19/04/2022
Place: Mumbai


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000081

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME E - TIER II
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 70 36 870 | 41 65 934 |
| Interest | | 2 313 | 2 295 |
| Profit on sale/redemption of investments | | 75 68 774 | 64 00 990 |
| Profit on inter-scheme transfer/sale of investments | | 33 883 | 45 791 |
| Unrealized gain on appreciation in investments | | 9 22 46 778 | 16 41 77 061 |
| Other income | | | |
| - Miscellaneous Income | | - | 8 |
| Total Income (A) | | 10 68 88 618 | 17 47 92 079 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 2 16 79 865 | 3 13 448 |
| Loss on sale/redemption of investments | | 27 51 402 | 35 53 315 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 3 39 705 | 38 704 |
| NPS Trust fees | | 29 183 | 16 400 |
| Custodian fees (including GST) | | 14 079 | 10 007 |
| Depository and settlement charges (including GST) | | 2 710 | 1 872 |
| Stamp Duty on Bond/Mutual Fund | | - | 14 550 |
| CRA Fees | | 1 21 584 | 65 368 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (1 21 584) | (65 368) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | 14 | 25 |
| Total Expenditure (B) | | 2 48 16 958 | 39 48 321 |
| Surplus/(Deficit) for the year (A-B) | | 8 20 71 660 | 17 08 43 758 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | (7 05 66 913) | (16 38 63 613) |
| Less: Amount transferred (to) / from General Reserve | | (1 15 04 747) | (69 80 145) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

Date: 24th JUNE 2022
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date: 19/04/2022
Place: Mumbai


mtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

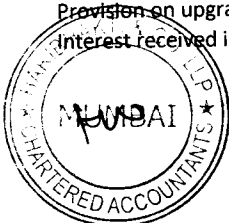


000082

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME E - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 14 32 49 313 | 12 20 84 726 |
| Add :Units issued during the year | 10 85 33 972 | 7 12 54 503 |
| Less: Units redeemed during the year | (5 91 65 577) | (5 00 89 916) |
| Outstanding at the end of the year | 19 26 17 708 | 14 32 49 313 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 1 43 24 931 | 1 22 08 473 |
| Add :Units issued during the year | 1 08 53 397 | 71 25 450 |
| Less: Units redeemed during the year | (59 16 558) | (50 08 992) |
| Outstanding units at the end of the year | 1 92 61 771 | 1 43 24 931 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 14 19 35 727 | 10 88 94 142 |
| Add: Premium on Units issued | 27 60 41 776 | 10 99 49 503 |
| Less: Premium on Units redeemed | (14 90 13 968) | (7 69 07 918) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 26 89 63 535 | 14 19 35 727 |
| General Reserve | | |
| Opening Balance | 2 37 75 927 | 1 67 95 782 |
| Add: Transfer from Revenue Account | 1 15 04 747 | 69 80 145 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 3 52 80 674 | 2 37 75 927 |
| Unrealised Appreciation Account | | |
| Opening Balance | 13 23 52 743 | (3 15 10 870) |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | 7 05 66 913 | 16 38 63 613 |
| Closing Balance | 20 29 19 656 | 13 23 52 743 |
| Total | 50 71 63 865 | 29 80 64 397 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 38 527 | 17 368 |
| Book Overdraft | - | - |
| Redemption Payable | 21 30 488 | 24 18 861 |
| TDS Payable | 2 890 | 349 |
| Contracts for Purchase of Investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 21 71 905 | 24 36 578 |



000088

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME E - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 66 80 36 029 | 43 36 94 038 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 3 38 68 516 | 98 64 893 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 70 19 04 545 | 44 35 58 931 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 1 | 33 930 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | - | - |
| Dividend Receivable | 48 932 | 1 57 427 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 48 933 | 1 91 357 |



000084

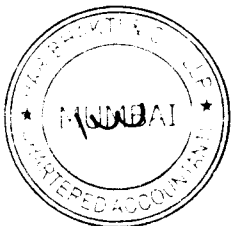
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Scheme E - Tier II

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

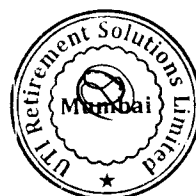


000085

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 14th December, 2009.
3. **Investment pattern to be followed as per PFRDA Regulations:**
 - (a) Shares of body corporates listed on Bombay Stock Exchange (BSE) or National Stock Exchange (NSE), which have:
 - (i) Market Capitalisation of not less than Rs. 5000 crores as on the date of investment;
 - (ii) And derivatives with the shares as underlying traded in the either of the two stock exchange.
 - (b) Units of Mutual funds regulated by the Securities and Exchange Board of India, which have minimum 65% of their investment in shares of body corporates listed on BSE or NSE.
 - (c) Exchange Traded Funds (ETFs) / Index Funds regulated by the Securities and Exchange Board of India that replicate the portfolio of either BSE Index or NSE Nifty 50 Index.



000086

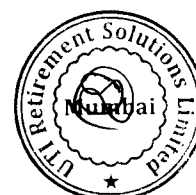
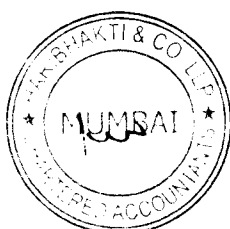
- (d) ETFs issued by SEBI regulated Mutual Funds constructed specifically for disinvestment of shareholding of the Government of India in body corporates.
- (e) Exchange traded derivatives regulated by Securities and Exchange Board of India having the underlying of any permissible listed stock or any of the permissible indices, with the sole purpose of hedging.

Provided that the portfolio invested in derivatives in terms of contract value shall not be in excess of 5% of the total portfolio invested in sub - categories (a) to (d) above.

- 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

- 1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
- 2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.



000087

3. Covid 19 Uncertainties:

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.

4. Investments:

- a. Investments are accounted on trade date.
- b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- c. 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.
- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
- e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
- f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
- g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.



000088

- h. Investments are reconciled with the custodian records on daily basis.
- i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.

5. Valuation of investments: Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.
- iii. **Right entitlement:**
 - a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
 - b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

- i) **All Instruments/Securities with residual maturity of more than 30 days :**
 - a. In respect of the Traded Securities, the traded price are taken subject to the fulfilment of the conditions practiced/adopted by the valuation agency after consultation with NPS Trust and PFs.
 - b. In respect of the non traded Securities, the securities are valued on the basis of scrip level prices released by the valuation agency in consultation with NPS Trust and PFs.
 - c. In case of new security purchased for which price is not available, such security valued on the basis of scrip level price (for coupon bearing securities) / scrip level yield (for discounted securities) at which the securities are purchased.



000089

- ii) **All Instruments/Securities with residual maturity of upto 30 days:**
The securities are valued by amortisation on a straight-line basis to maturity from last valuation price as long as it is within the prescribed range, (presently $\pm 0.025\%$, i.e. ± 2.5 basis points) of the reference price provided by the valuation agency.
- iii) Only Callable Bonds (single/multiple call options), which are callable by the issuer, are valued at lowest value on each call option date.
- iv) Only Puttable Bonds (single/multiple put options), which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

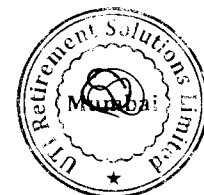
Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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

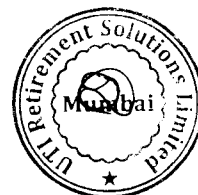
All non-investment grade debt securities (other than Government securities) not covered above are valued at the indicative haircut matrix or price provided by the valuation agency. In case the security is traded where the haircut has been applied, lower of the haircut matrix based price and trade price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



000090

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.
7. Income Recognition:
 - a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis.
 - e. Profit / Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.
9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.

D. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.



000091

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 3,39,705. (Previous Year ₹ 38,704).

- E. Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

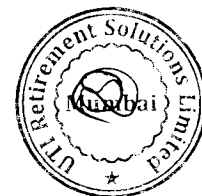
Based on the confirmation from CRA the number of units as at the year end are 19261762.4904 and the balance 8.2521 have been identified as residual units with CRA.

- F. NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 29,183 | ₹ 16,400 |

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

| ₹ in Crores | | | | | | | |
|--------------|--------|--------|--------|---------------|--------|-------|--------|
| Current Year | | | | Previous Year | | | |
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 123.60 | 211.59 | 104.91 | 179.60 | 44.63 | 136.02 | 38.54 | 117.46 |



000092

H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL).

I. Net Asset Value:

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 36.3300 | ₹ 30.8073 |

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

| Current Year | | | | Previous Year | | | |
|--------------|-------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 10.69 | 18.30 | 2.48 | 4.25 | 17.48 | 53.27 | 0.39 | 1.20 |

K. 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.

L. Income Taxes:

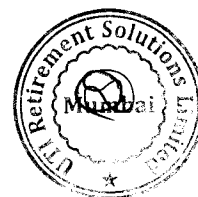
No provision for income tax has been made since the income of the Schemes is exempt under Section 10(44) of the Income Tax Act, 1961.

M. Contingent liability as on 31st March, 2022 is ₹ 5,48,509 towards uncalled amount of ₹ 401.25 per shares on 1,367 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 9,58,777).

N. Other disclosures:

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

O. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:



000098

₹ in Crores


| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 61.22 | ₹ 3.39 | ₹ 8.55 | ₹ 0.56 |

- P. **Portfolio:** Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.
- Q. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.
- R. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

For Haribhakti & Co. LLP
Chartered Accountants
FRN.: 103523W/W100048

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
M. No. - 034828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261





Intaiyazur Rahman
Chairman & Director
DIN: 01818725

Date : 24th JUNE 2022
Place : Mumbai

Date : 19/04/2022
Place : Mumbai

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)
Date :
Place : 24th JUNE 2022
Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)
Date : 24th JUNE 2022
MUMBAI

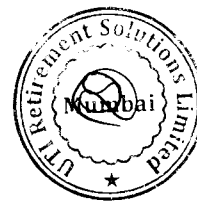


000094

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------|----------|---------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 72,192 | 5,27,21,818 | 7.53 | 7.89 |
| HDFC BANK LTD. | 33,340 | 4,90,21,469 | 7.01 | 7.34 |
| STATE BANK OF INDIA | 46,184 | 2,27,94,113 | 3.26 | 3.41 |
| KOTAK MAHINDRA BANK LTD. | 12,960 | 2,27,29,896 | 3.25 | 3.40 |
| AXIS BANK LTD. | 29,428 | 2,23,99,122 | 3.20 | 3.35 |
| INDUSIND BANK LTD. | 6,916 | 64,69,226 | 0.92 | 0.97 |
| BANK OF BARODA | 11,270 | 12,57,732 | 0.18 | 0.19 |
| YES BANK | 2,622 | 32,251 | 0.00 | 0.00 |
| | | 17,74,25,627 | 25.35 | 26.55 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 27,266 | 5,19,92,172 | 7.43 | 7.78 |
| WIPRO LTD. | 14,900 | 88,19,310 | 1.26 | 1.32 |
| HCL TECHNOLOGIES LIMITED | 4,012 | 46,68,965 | 0.67 | 0.70 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 260 | 9,32,815 | 0.13 | 0.14 |
| | | 6,64,13,262 | 9.49 | 9.94 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 18,476 | 4,86,79,641 | 6.96 | 7.29 |
| | | 4,86,79,641 | 6.96 | 7.29 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 8,154 | 3,04,95,552 | 4.36 | 4.56 |
| TECH MAHINDRA LTD. | 8,401 | 1,25,96,879 | 1.80 | 1.89 |
| | | 4,30,92,431 | 6.16 | 6.45 |



000095

| Key Statistics | | | | |
|-------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Scheme E – Tier II | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 31.1535 | 17.0269 | Closing NAV as on 1st April of the Current F Y |
| | High | 38.6604 | 32.0358 | Highest NAV during the F Y |
| | Low | 29.9816 | 16.6958 | Lowest NAV during the F Y |
| | End | 36.3300 | 30.8073 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 6,997.82 | 4,413.14 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 5,841.35 | 3,281.51 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 18.30% | 53.27% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0660% | 0.0248% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0581% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 14.05% | 52.06% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 5.11% | 7.65% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 17.93% | 73.91% | |
| | Last 3 Years | 14.05% | 12.61% | |
| | Last 5 Years | 13.36% | 14.14% | |
| | Last 10 Years | 13.69% | 10.80% | |
| | Since Launch of the scheme (14th December, 2009) | 11.06% | 10.47% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |

* Declared NAV; Returns calculated based on declared NAV



000096



UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme C – Tier I

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme C - Tier I (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.1,71,99,183.91 is lying with the trustee bank (Previous Year: Rs.94,82,290), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000098

HARIBHAKTI & CO. LLP

Chartered Accountants

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the



000099

HARIBHAKTI & CO. LLP

Chartered Accountants

basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000100

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;


We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 103523W / W100048


Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828AL0VSE6190

Place: Mumbai

Date : 24th JUNE 2022

990101

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME C - TIER I
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 201 85 94 004 | 154 39 20 083 |
| Reserves and Surplus | 2 | 421 00 69 396 | 295 55 06 273 |
| Current Liabilities and Provisions | 3 | 46 91 147 | 46 21 540 |
| Total | | 623 33 54 547 | 450 40 47 896 |
| Assets | | | |
| Investments | 4 | 603 81 50 027 | 437 49 67 590 |
| Deposits | 5 | - | 14 45 000 |
| Other Current Assets | 6 | 19 52 04 520 | 12 76 35 306 |
| Total | | 623 33 54 547 | 450 40 47 896 |
| (a) Net assets as per Balance Sheets | | 622 86 63 400 | 449 94 26 356 |
| (b) Number of units outstanding | | 20 18 59 400 | 15 43 92 008 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

Date: 24th JUNE 2022
Place: Mumbai


For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000102

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME C - TIER I
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022


| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | 35 81 94 496 | 25 00 48 226 |
| Profit on sale/redemption of investments | | 79 98 555 | 23 54 013 |
| Profit on inter-scheme transfer/sale of investments | | - | 55 21 036 |
| Unrealized gain on appreciation in investments | | 66 93 086 | 7 15 43 143 |
| Other income | | 5 | 4 992 |
| - Miscellaneous Income | | - | - |
| Total Income (A) | | 37 28 86 142 | 32 94 71 410 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 7 29 81 284 | 1 08 31 069 |
| Loss on sale/redemption of investments | | 1 13 129 | - |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 30 90 331 | 4 19 045 |
| NPS Trust fees | | 2 65 171 | 1 77 561 |
| Custodian fees (including GST) | | 1 81 390 | 1 20 514 |
| Depository and settlement charges (including GST) | | 30 570 | 21 487 |
| Stamp Duty on Bond/Mutual Fund | | - | 1 97 066 |
| CRA Fees | | 18 10 071 | 18 24 886 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (18 10 071) | (18 24 886) |
| Provision for Non-Performing Assets | | - | 7 50 000 |
| Other Expenses | | - | - |
| Total Expenditure (B) | | 7 66 61 875 | 1 25 16 742 |
| Surplus/(Deficit) for the year (A-B) | | 29 62 24 267 | 31 69 54 668 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 6 62 88 198 | (6 07 12 074) |
| Less: Amount transferred (to) / from General Reserve | | (36 25 12 465) | (25 62 42 594) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Suman Sakhardande
Partner
Membership No. 034828

24th JUNE 2022
Date:
Place: Mumbai

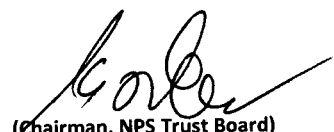
For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Jaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
24th JUNE 2022
Date:
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

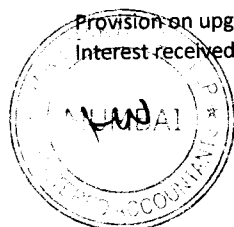
24th JUNE 2022

MUMBAI

000103

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME C - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 154 39 20 083 | 112 80 00 217 |
| Add :Units issued during the year | 64 83 53 533 | 53 63 58 983 |
| Less: Units redeemed during the year | (17 36 79 612) | (12 04 39 117) |
| Outstanding at the end of the year | 201 85 94 004 | 154 39 20 083 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 15 43 92 008 | 11 28 00 021 |
| Add :Units issued during the year | 6 48 35 353 | 5 36 35 898 |
| Less: Units redeemed during the year | (1 73 67 961) | (1 20 43 912) |
| Outstanding units at the end of the year | 20 18 59 400 | 15 43 92 008 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 206 69 77 274 | 129 46 42 571 |
| Add: Premium on Units issued | 130 87 63 424 | 99 20 48 860 |
| Less: Premium on Units redeemed | (35 04 24 568) | (21 97 14 157) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 302 53 16 130 | 206 69 77 274 |
| General Reserve | | |
| Opening Balance | 71 47 43 986 | 45 85 01 392 |
| Add: Transfer from Revenue Account | 36 25 12 465 | 25 62 42 594 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 107 72 56 451 | 71 47 43 986 |
| Unrealised Appreciation Account | | |
| Opening Balance | 17 37 85 013 | 11 30 72 939 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (6 62 88 198) | 6 07 12 074 |
| Closing Balance | 10 74 96 815 | 17 37 85 013 |
| Total | 421 00 69 396 | 295 55 06 273 |
| Schedule 3 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 3 66 354 | 1 80 009 |
| Book Overdraft | - | - |
| Redemption Payable | 42 98 197 | 44 37 796 |
| TDS Payable | 26 596 | 3 735 |
| Contracts for Purchase of Investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 46 91 147 | 46 21 540 |



900104

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME C - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 588 11 56 208 | 426 34 76 347 |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 15 69 93 819 | 11 14 91 243 |
| Non Convertible Debentures classified as NPA | 3 10 00 000 | 4 20 00 000 |
| Less: Provision on Non performing investment | (3 10 00 000) | (4 20 00 000) |
| Total | 603 81 50 027 | 437 49 67 590 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 14 45 000 |
| Total | - | 14 45 000 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 14 45 001 | - |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 47 17 750 | 47 17 750 |
| Less: Provision for interest on Non-Performing Investment | (47 17 750) | (47 17 750) |
| Outstanding and accrued income | 19 37 59 519 | 12 76 35 306 |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | 1 20 00 000 | 10 00 000 |
| Less: Provision for Non Performing Investment | (1 20 00 000) | (10 00 000) |
| Total | 19 52 04 520 | 12 76 35 306 |



000105

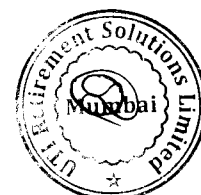
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme C - Tier I

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

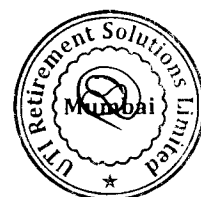
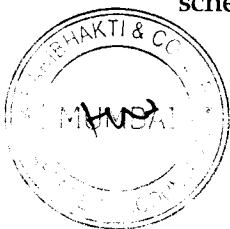


000106

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 21st May, 2009.
3. **Investment pattern to be followed as per the PFRDA Regulations:**
 - (a) Listed (or proposed to be listed in case of fresh issue) debt securities issued by bodies corporate, including banks and public financial institutions (Public Financial Institutions as defined under Section 2 of the Companies Act, 2013), which have a minimum residual maturity period of three years or less than 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.
 - (d) Term deposit Receipts of not less than one year duration issued by scheduled commercial banks, which satisfy the following conditions on



000107

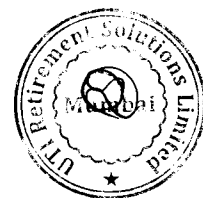
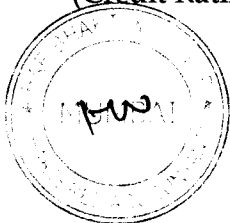
the basis of published annual report(s) for the most recent years, as required to have been published by them under law:

- (i) Having declared profit in the immediately preceding three financial years;
 - (ii) maintaining a minimum Capital to Risk Weighted Assets Ratio of 9%, or mandated by prevailing RBI norms, whichever is higher;
 - (iii) having net non-performing assets of not more than 4% of the net advances;
 - (iv) having a minimum net worth of not less than Rs. 200 crores.
- (e) Units of Debt Mutual Funds as regulated by Securities and Exchange Board of India;
- (f) The following infrastructure related debt instruments:
- (i) Listed (or proposed to be listed in case of fresh issue) debt securities issued by body corporates engaged mainly in the business of development or operation and maintenance of infrastructure, or development, construction or finance of low cost housing.
 - (ii) Infrastructure and affordable housing Bonds issued by any scheduled commercial bank, which meets the conditions specified in (ii) (d) above.
 - (iii) Listed (or proposed to be listed in case of fresh issue) securities issued by Infrastructure debt funds operating as a Non - Banking Financial Company and regulated by Reserve Bank of India.
 - (iv) Listed (or proposed to be listed in case of fresh issue) units issued by Infrastructure Debt Funds operating as a Mutual Fund and regulated by Securities and Exchange Board of India.

It is further clarified that, barring exceptions mentioned above, for the purpose of this sub - category (f), a sector shall be treated as part of infrastructure as per Government of India's harmonized master list of infrastructure sub - sectors.

- (g) Listed and proposed to be listed Credit Rated Municipal Bonds

Provided that the investment under sub - categories (a), (b), (f) (i) to (iv) and (g) of this category no. (ii) shall be made only in such securities which have minimum AA rating or equivalent in the applicable rating scale from at least two credit rating agencies registered with the Securities and Exchange Board of India under Securities and Exchange Board of India (Credit Rating Agency) Regulation, 1999.



000108

Provided further that in case of the sub - category (f) (iii) the rating shall relate to the Non - Banking Financial Company and for the sub - category (f) (iv) the ratings shall relate to the investment in eligible securities rated above investment grade of the scheme of the fund.

Provided further that if the securities / entities have been rated by more than two rating agencies, the two lowest of all the ratings shall be considered.

Provided further that investments under this category requiring a minimum AA rating, as specified above, shall be permissible in securities having investment grade rating below AA in case the risk of default for such securities is fully covered with Credit Default Swaps (CDSs) issued under Guidelines of the Reserve Bank of India and purchased alongwith the underlying securities. Purchase amount of such Swaps shall be considered to be investment made under this category.

For sub - category (c), a single rating of AA or above by a domestic or international rating agency will be acceptable.

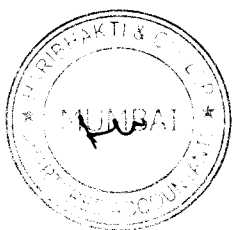
It is clarified that debt securities covered under category (i) (b) above are excluded from this category.

Miscellaneous Investments (upto 5%)

- (a) Commercial mortgage based Securities or Residential mortgage 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.

Provided that investment under this category shall only be in listed infrastructure or fresh issues that are proposed to be listed.

Provided further that investment under this category shall be made only in such securities which have minimum AA or equivalent rating in the applicable rating scale from at least two credit rating agencies registered under Securities and Exchange Board of India (Credit Rating Agency) Regulations, 1999.



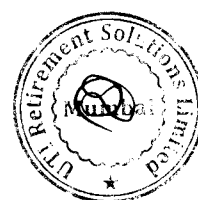
000109

Provided further that in case of the sub - category (a) and (d) the rating shall relate to the rating of the sponsor entity floating the trust. Provided further that if the securities / entities have been rated by more than two rating agencies, the two lowest of the ratings shall be considered.

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

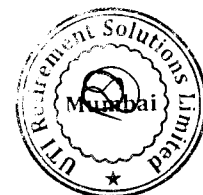
1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.



000110

4. Investments:

- a. Investments are accounted on trade date.
- b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- c. 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.
- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
- e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
- f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
- g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
- h. Investments are reconciled with the custodian records on daily basis.
- i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.



000111

5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

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

Valuation of Debt Securities (other than government securities)

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

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



000112

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

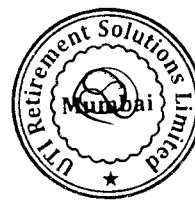
All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

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

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. **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.



000113

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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

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

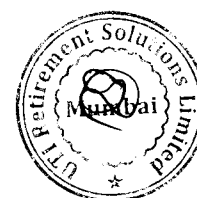
Written-back of provisioning of principal: The provision made for the principal can be written back in the following manner:-

- i) 100% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date



000114

up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.

- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit /Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

9. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

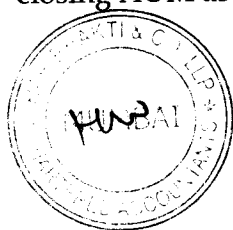
10. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.

D. **Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 201859312.2674 and the balance 87.6931 have been identified as residual units with CRA.

E. **Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :



000115

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the period is ₹ 30,90,331. (Previous Period ₹ 4,19,045).

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 2,65,171 | ₹ 1,77,561 |

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

| ₹ in Crores | | | | | | | |
|--------------|--------|--------|--------|---------------|--------|--------|--------|
| Current Year | | | | Previous Year | | | |
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 730.18 | 137.58 | 532.66 | 100.36 | 636.21 | 178.99 | 485.84 | 136.68 |

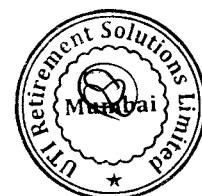
- H. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 276.18 Crores. (Previous Year ₹ 171.46 Crores).

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 30.8564 | ₹ 29.1428 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 37.29 | 7.03 | 7.67 | 1.44 | 32.95 | 9.27 | 1.25 | 0.35 |



000116

K. 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.

L. Income Taxes:

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

M. 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 31st March, 2022 is as under:

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value (₹) | 4,30,00,000 | 4,30,00,000 |
| Provision for NPA (₹) | 4,30,00,000 | 4,30,00,000 |
| Carrying Cost (₹) | - | - |
| Market Value (₹)*** | - | - |
| % of NPA (Gross) to AUM | 0.69 | 0.96 |

*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

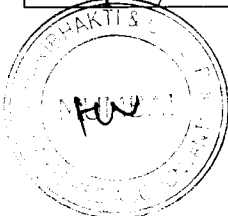
N. Other disclosures:

| Particulars | Current Year | Previous Year |
|-------------------------------------------------------------------------------------------------------------------------------------------|--------------|---------------|
| Contingent liabilities | Nil | Nil |
| Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest | Nil | Nil |

O. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 276.18 | ₹ 15.70 | ₹ 129.03 | ₹ 9.65 |



000117

P. **Portfolio:** Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.

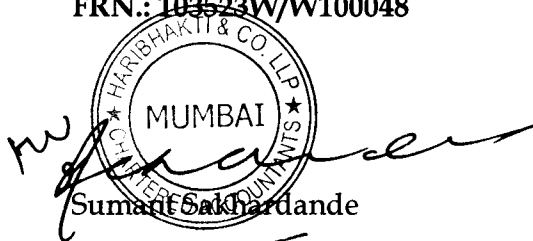
Q. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN.: 103523W/W100048


Sumanit Sakhardande


Partner

M. No. - 034828

Date : 24th JUNE 2022

Place : Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat

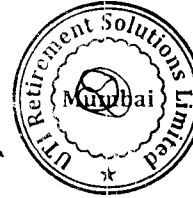
Chief Executive Officer


& Whole Time Director

DIN : 01846261

Date : 19/04/2022

Place : Mumbai




Imtaiyazur Rahman

Chairman & Director

DIN: 01818725

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date :

Place : Mumbai 24th JUNE 2022

Shri Dinesh Kumar Mehrotra


Sashi Krishnan

Chief Executive Officer, NPS Trust



24th JUNE 2022

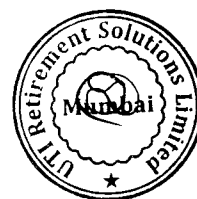
MUMBAI

000118

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

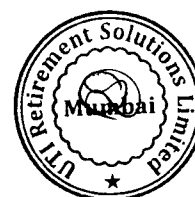
| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|-----------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 43,70,000 | 44,63,44,985 | 7.17 | 7.55 |
| BAJAJ FINANCE LIMITED | 23,50,000 | 23,40,72,690 | 3.76 | 3.96 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 16,10,000 | 17,16,34,068 | 2.76 | 2.90 |
| TATA CAPITAL HOUSING FINANCE LIMITED | 15,00,000 | 15,17,07,450 | 2.44 | 2.57 |
| EXPORT IMPORT BANK OF INDIA | 13,60,000 | 14,28,00,011 | 2.29 | 2.42 |
| HOUSING AND URBAN DEVELOPMENT CORPORATION | 11,60,000 | 12,62,78,712 | 2.03 | 2.14 |
| POWER FINANCE CORPORATION LTD. | 9,10,000 | 9,54,65,869 | 1.53 | 1.61 |
| NATIONAL HOUSING BANK | 3,80,000 | 3,93,20,196 | 0.63 | 0.67 |
| HDB FINANCIAL SERVICES LTD. | 2,40,000 | 2,47,96,584 | 0.40 | 0.42 |
| INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LTD. | 50,000 | 51,82,895 | 0.08 | 0.09 |
| | | 1,43,76,03,460 | 23.09 | 24.33 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 48,40,000 | 48,27,15,674 | 7.75 | 8.16 |
| AXIS BANK LTD. | 41,10,000 | 42,97,57,432 | 6.90 | 7.27 |
| HDFC BANK LTD. | 13,00,000 | 13,59,81,703 | 2.18 | 2.30 |
| IDFC BANK LIMITED | 90,000 | 92,30,899 | 0.15 | 0.16 |
| YES BANK | 1,00,000 | 91,12,210 | 0.15 | 0.15 |
| PUNJAB NATIONAL BANK | 20,000 | 20,98,088 | 0.03 | 0.04 |
| | | 1,06,88,96,006 | 17.16 | 18.08 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 31,20,000 | 31,88,88,454 | 5.12 | 5.39 |
| LIC HOUSING FINANCE LTD. | 26,30,000 | 27,32,34,369 | 4.39 | 4.62 |
| | | 59,21,22,823 | 9.51 | 10.01 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 48,60,000 | 48,88,18,959 | 7.85 | 8.27 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 3,80,000 | 3,84,29,616 | 0.62 | 0.65 |
| | | 52,72,48,575 | 8.47 | 8.92 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 47,30,000 | 48,15,51,539 | 7.73 | 8.15 |
| | | 48,15,51,539 | 7.73 | 8.15 |
| PRODUCTION OF LIQUID AND GASEOUS FUELS, ILLUMINATING OILS, LUBRICATING OILS OR GREASES OR OTHER PRODUCTS FROM CRUDE PETROLEUM OR BITUMINOUS MINERALS | | | | |
| INDIAN OIL CORPORATION LTD. | 21,80,000 | 21,58,01,712 | 3.46 | 3.65 |
| HINDUSTAN PETROLEUM CORPORATION LTD. | 17,40,000 | 16,96,63,572 | 2.72 | 2.87 |
| | | 38,54,65,284 | 6.18 | 6.52 |



000119

| Key Statistics | | | | |
|-------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme C – Tier I | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 29.1483 | 26.5500 | Closing NAV as on 1st April of the Current F Y |
| | High | 30.8564 | 29.2860 | Highest NAV during the F Y |
| | Low | 29.1483 | 25.9709 | Lowest NAV during the F Y |
| | End | 30.8564 | 29.1428 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 62,286.63 | 44,994.26 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 53,073.44 | 35,544.85 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 7.03% | 9.27% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0672% | 0.0263% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 5.58% | 8.92% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 7.47% | 4.30% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 5.88% | 9.79% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | 8.70% | 9.19% | |
| | Last 5 Years | 7.86% | 9.09% | |
| | Last 10 Years | 9.44% | 9.88% | |
| | Since Launch of the scheme (21st May, 2009) | 9.15% | 9.43% | |

* Declared NAV; Returns calculated based on declared NAV

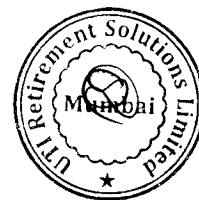


1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 0.50 | 06-Mar-19 | 0.50 | 0.50 |
| 2 | 10.30% ILFS 28/12/2021 | 0.20 | 28-Mar-19 | 0.20 | 0.20 |
| 3 | 10.30% ILFS FIN SER 22/03/2022 | 0.40 | 22-Jun-19 | 0.40 | 0.40 |
| 4 | 8.75% ILFS FIN. SER. LTD. 28/03/2023 | 2.00 | 28-Jun-19 | 2.00 | 2.00 |
| TOTAL | | 3.10 | | 3.10 | 3.10 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 9.98% ILFS 05/12/2018 | 0.10 | 05-Mar-19 | 0.10 | 0.10 |
| 2 | 8.30% ILFS 24/01/2023 | 1.00 | 24-Apr-19 | 1.00 | 1.00 |
| 3 | 8.69% ILFS 25/08/2025 | 0.10 | 26-Nov-19 | 0.10 | 0.10 |
| TOTAL | | 1.20 | | 1.20 | 1.20 |





UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Scheme C – Tier II

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' – Block Bandra – Kurla Complex Bandra (East) Mumbai – 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai – 400049. Phone: 022 – 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme C - Tier II (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.6,18,134.13 is lying with the trustee bank (Previous Year: Rs.5,37,286), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000123

HARIBHAKTI & CO. LLP

Chartered Accountants

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

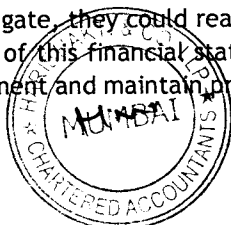
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000124

HARIBHAKTI & CO. LLP

Chartered Accountants

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000125

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;


We further certify that:

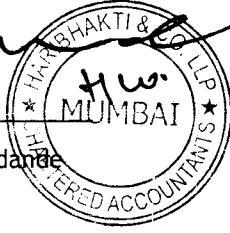
- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande
Partner



Membership No. 034828

UDIN: 22034828 ALOVYV1987

Place: Mumbai

Date : 24th JUNE 2022


000126

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME C - TIER II
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 10 69 85 355 | 7 48 34 371 |
| Reserves and Surplus | 2 | 20 89 08 958 | 13 39 38 540 |
| Current Liabilities and Provisions | 3 | 4 19 989 | 5 24 716 |
| Total | | 31 63 14 302 | 20 92 97 627 |
| Assets | | | |
| Investments | 4 | 30 61 39 339 | 20 29 97 442 |
| Deposits | 5 | - | 84 500 |
| Other Current Assets | 6 | 1 01 74 963 | 62 15 685 |
| Total | | 31 63 14 302 | 20 92 97 627 |
| (a) Net assets as per Balance Sheets | | 31 58 94 313 | 20 87 72 911 |
| (b) Number of units outstanding | | 1 06 98 535 | 74 83 437 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



Sumit Sakharewade
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000127

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME C - TIER II
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

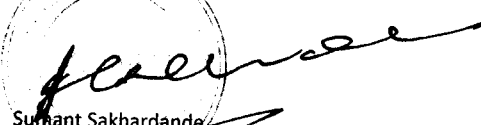
| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | 1 82 41 622 | 1 29 77 183 |
| Profit on sale/redemption of investments | | 3 84 021 | 1 32 253 |
| Profit on inter-scheme transfer/sale of investments | | - | 2 05 882 |
| Unrealized gain on appreciation in investments | | 2 55 570 | 41 38 162 |
| Other income | | | |
| - Miscellaneous Income | | 25 | 230 |
| Total Income (A) | | 1 88 81 238 | 1 74 53 710 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 42 04 457 | 10 42 716 |
| Loss on sale/redemption of investments | | 2 500 | - |
| Loss on inter-scheme transfer/sale of investments | | - | 58 217 |
| Management fees (including GST) | | 1 55 598 | 21 601 |
| NPS Trust fees | | 13 365 | 9 153 |
| Custodian fees (including GST) | | 9 166 | 6 279 |
| Depository and settlement charges (including GST) | | 2 626 | 1 827 |
| Stamp Duty on Bond/Mutual Fund | | - | 10 756 |
| CRA Fees | | 45 126 | 29 188 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (45 126) | (29 188) |
| Provision for Non-Performing Assets | | - | 7 50 000 |
| Other Expenses | | - | 2 |
| Total Expenditure (B) | | 43 87 712 | 19 00 551 |
| Surplus/(Deficit) for the year (A-B) | | 1 44 93 526 | 1 55 53 159 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 39 48 887 | (30 95 446) |
| Less: Amount transferred (to) / from General Reserve | | (1 84 42 413) | (1 24 57 713) |
| 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.

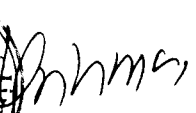
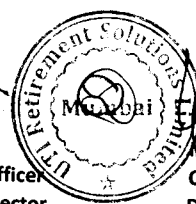
For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

HW

 Sumant Sakhardande
 Partner
 Membership No.: 034828
 24th JUNE 2022

Date:
Place: Mumbai


For UTI Retirement Solutions Ltd.


 Bakram P Bhagat
 Chief Executive Officer
 & Whole Time Director
 DIN : 01846261



 Amtaiyazur Rahman
 Chairman & Director
 DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


 (Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




 Sashu Krishnan
 (Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

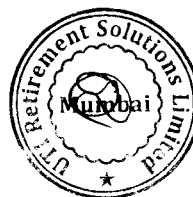
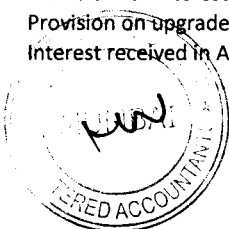
000123

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME C - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|---------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 7 48 34 371 | 6 48 35 072 |
| Add :Units issued during the year | 6 17 51 210 | 3 67 11 846 |
| Less: Units redeemed during the year | (2 96 00 226) | (2 67 12 547) |
| Outstanding at the end of the year | 10 69 85 355 | 7 48 34 371 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 74 83 437 | 64 83 507 |
| Add :Units issued during the year | 61 75 121 | 36 71 185 |
| Less: Units redeemed during the year | (29 60 023) | (26 71 255) |
| Outstanding units at the end of the year | 1 06 98 535 | 74 83 437 |

| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 7 36 25 672 | 5 58 11 677 |
| Add: Premium on Units issued | 11 64 11 384 | 6 34 88 545 |
| Less: Premium on Units redeemed | (5 59 34 492) | (4 56 74 550) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 13 41 02 564 | 7 36 25 672 |
| General Reserve | | |
| Opening Balance | 5 10 82 544 | 3 86 24 831 |
| Add: Transfer from Revenue Account | 1 84 42 413 | 1 24 57 713 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 6 95 24 957 | 5 10 82 544 |
| Unrealised Appreciation Account | | |
| Opening Balance | 92 30 324 | 61 34 878 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (39 48 887) | 30 95 446 |
| Closing Balance | 52 81 437 | 92 30 324 |
| Total | 20 89 08 958 | 13 39 38 540 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 18 943 | 9 174 |
| Book Overdraft | - | - |
| Redemption Payable | 3 99 676 | 5 15 362 |
| TDS Payable | 1 370 | 180 |
| Contracts for Purchase of Investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 4 19 989 | 5 24 716 |



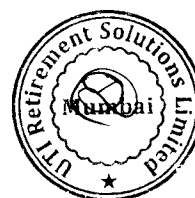
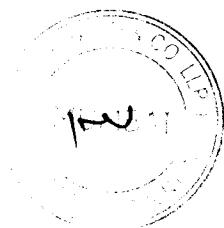
000129

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME C - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 29 27 24 525 | 19 72 03 180 |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 1 34 14 814 | 57 94 262 |
| Non Convertible Debentures classified as NPA | 10 00 000 | 19 00 000 |
| Less: Provision on Non performing investment | (10 00 000) | (19 00 000) |
| Total | 30 61 39 339 | 20 29 97 442 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 84 500 |
| Total | - | 84 500 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 84 500 | 1 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 1 97 705 | 1 97 705 |
| Less: Provision for interest on Non-Performing Investment | (1 97 705) | (1 97 705) |
| Outstanding and accrued income | 1 00 90 463 | 62 15 684 |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | 9 00 000 | - |
| Less: Provision for Non Performing Investment | (9 00 000) | - |
| Total | 1 01 74 963 | 62 15 685 |



000130

NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Scheme C - Tier II

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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 instruct Trustee Bank to credit PFM's pool account maintained with them.

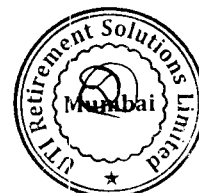


000131

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 14th December, 2009.
3. **Investment pattern to be followed as per the PFRDA Regulations:**
 - (a) Listed (or proposed to be listed in case of fresh issue) debt securities issued by bodies corporate, including banks and public financial institutions (Public Financial Institutions as defined under Section 2 of the Companies Act, 2013), which have a minimum residual maturity period of three years or less than 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.

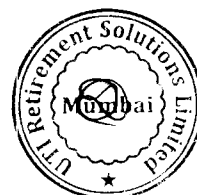


- (d) Term deposit Receipts of not less than one year duration issued by scheduled commercial banks, which satisfy the following conditions on the basis of published annual report(s) for the most recent years, as required to have been published by them under law:
- (i) Having declared profit in the immediately preceding three financial years;
 - (ii) maintaining a minimum Capital to Risk Weighted Assets Ratio of 9%, or mandated by prevailing RBI norms, whichever is higher;
 - (iii) having net non-performing assets of not more than 4% of the net advances;
 - (iv) having a minimum net worth of not less than Rs. 200 crores.
- (e) Units of Debt Mutual Funds as regulated by Securities and Exchange Board of India;
- (f) The following infrastructure related debt instruments:
- (i) Listed (or proposed to be listed in case of fresh issue) debt securities issued by body corporates engaged mainly in the business of development or operation and maintenance of infrastructure, or development, construction or finance of low cost housing.
 - (ii) Infrastructure and affordable housing Bonds issued by any scheduled commercial bank, which meets the conditions specified in (ii) (d) above.
 - (iii) Listed (or proposed to be listed in case of fresh issue) securities issued by Infrastructure debt funds operating as a Non - Banking Financial Company and regulated by Reserve Bank of India.
 - (iv) Listed (or proposed to be listed in case of fresh issue) units issued by Infrastructure Debt Funds operating as a Mutual Fund and regulated by Securities and Exchange Board of India.

It is further clarified that, barring exceptions mentioned above, for the purpose of this sub - category (f), a sector shall be treated as part of infrastructure as per Government of India's harmonized master list of infrastructure sub - sectors.

- (g) Listed and proposed to be listed Credit Rated Municipal Bonds

Provided that the investment under sub - categories (a), (b), (f) (i) to (iv) and (g) of this category no. (ii) shall be made only in such securities which have minimum AA rating or equivalent in the applicable rating scale from



000133

at least two credit rating agencies registered with the Securities and Exchange Board of India under Securities and Exchange Board of India (Credit Rating Agency) Regulation, 1999.

Provided further that in case of the sub - category (f) (iii) the rating shall relate to the Non - Banking Financial Company and for the sub - category (f) (iv) the ratings shall relate to the investment in eligible securities rated above investment grade of the scheme of the fund.

Provided further that if the securities / entities have been rated by more than two rating agencies, the two lowest of all the ratings shall be considered.

Provided further that investments under this category requiring a minimum AA rating, as specified above, shall be permissible in securities having investment grade rating below AA in case the risk of default for such securities is fully covered with Credit Default Swaps (CDSs) issued under Guidelines of the Reserve Bank of India and purchased alongwith the underlying securities. Purchase amount of such Swaps shall be considered to be investment made under this category.

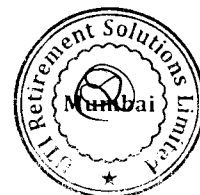
For sub - category (c), a single rating of AA or above by a domestic or international rating agency will be acceptable.

It is clarified that debt securities covered under category (i) (b) above are excluded from this category.

Miscellaneous Investments (upto 5%)

- (a) Commercial mortgage based Securities or Residential mortgage 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.

Provided that investment under this category shall only be in listed infrastructure or fresh issues that are proposed to be listed.



000134

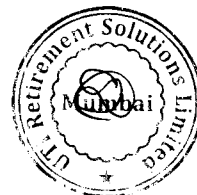
Provided further that investment under this category shall be made only in such securities which have minimum AA or equivalent rating in the applicable rating scale from at least two credit rating agencies registered under Securities and Exchange Board of India (Credit Rating Agency) Regulations, 1999.

Provided further that in case of the sub - category (a) and (d) the rating shall relate to the rating of the sponsor entity floating the trust. Provided further that if the securities / entities have been rated by more than two rating agencies, the two lowest of the ratings shall be considered.

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

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.



3. Covid 19 Uncertainties:

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.

4. Investments:

- a. Investments are accounted on trade date.
- b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
- c. 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.
- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
- e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
- f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
- g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.



000136

- h. Investments are reconciled with the custodian records on daily basis.
- i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.

5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

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

Valuation of Debt Securities (other than government securities)

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

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



000137

- iv) Only Puttable Bonds (single/multiple put options), which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

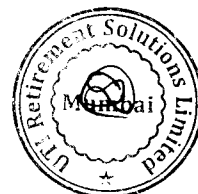
Valuation policy for securities below investment grade (securities which were of investment grade at the time of purchase but which have fallen below the investment grade):

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

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

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

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.



000138

7. 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:

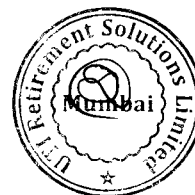
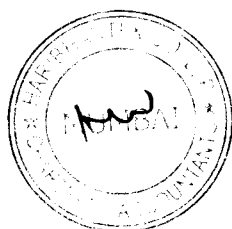
In case any issuer of debt security defaults in the payment of interest and installment of principal, if any, and the pension fund has accepted re-schedulement of NPA, it may be re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced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

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

- i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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 asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.



Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

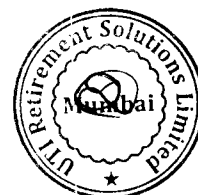
8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit / Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

9. Computation of Net Asset Value (NAV): The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

10. Unit Premium Reserve: Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.



000140

Based on the confirmation from CRA the number of units as at the year end are 10698527.6630 and the balance 7.8134 have been identified as residual units with CRA.

- E. **Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

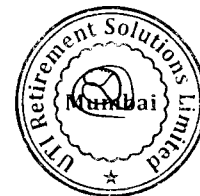
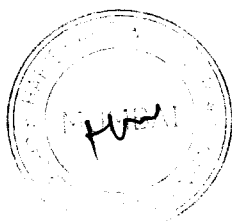
The management fees including GST during the Current Year is ₹ 1,55,598. (Previous Year ₹ 21,601).

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 13,365 | ₹ 9,153 |

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

| | | | | ₹ in Crores | | | |
|--------------|--------|-------|--------|---------------|--------|-------|--------|
| Current Year | | | | Previous Year | | | |
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 45.36 | 169.55 | 32.89 | 122.95 | 27.94 | 152.54 | 23.54 | 128.56 |



000141

H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 11.50 Crores. (Previous Year ₹ 9.55 Crore).

I. Net Asset Value:

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 29.5268 | ₹ 27.8979 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 1.89 | 7.06 | 0.44 | 1.64 | 1.75 | 9.53 | 0.19 | 1.04 |

K. 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.

L. Income Taxes:

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

M. 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 31st March, 2022 is as under:



| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value (₹) | 19,00,000 | 19,00,000 |
| Provision for NPA (₹) | 19,00,000 | 19,00,000 |
| Carrying Cost (₹) | - | - |
| Market Value (₹)*** | - | - |
| % of NPA (Gross) to AUM | 0.60 | 0.91 |

*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

N. Other disclosures:

| Particulars | Current Year | Previous Year |
|-------------------------------------------------------------------------------------------------------------------------------------------|--------------|---------------|
| Contingent liabilities | Nil | Nil |
| Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest | Nil | Nil |

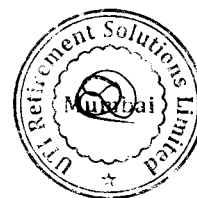
O. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 19.58 | ₹ 1.34 | ₹ 9.15 | ₹ 0.58 |

P. Portfolio: Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.

Q. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.



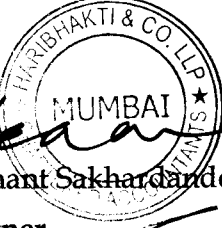
000143

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN.: 103523W/W100048



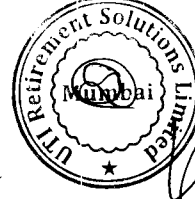
Sumant Sakharande
Sumant Sakharande
Partner

M. No. - 034828

Date : 24th JUNE 2022

Place : Mumbai

For UTI Retirement Solutions Ltd.



Balram P Bhagat
Balram P Bhagat
Chief Executive Officer
& Whole Time Director

DIN : 01846261

Date : 19/04/2022

Place : Mumbai

Imtaiyazur Rahman
Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on behalf of NPS Trust

Shri Dinesh Kumar Mehrotra
(Chairman, NPS Trust Board)

Date :

Place : Mumbai 24th JUNE 2022

Shri Dinesh Kumar Mehrotra

Sashi Krishnan
Sashi Krishnan
(Chief Executive Officer, NPS Trust)



24th JUNE 2022

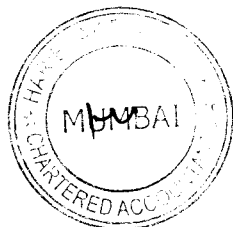
MUMBAI

000144

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

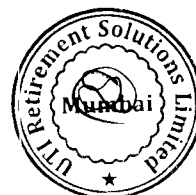
| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------------------------------------------|----------|---------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 2,50,000 | 2,54,20,464 | 8.05 | 8.65 |
| BAJAJ FINANCE LIMITED | 1,50,000 | 1,49,40,810 | 4.73 | 5.09 |
| POWER FINANCE CORPORATION LTD. | 90,000 | 94,32,167 | 2.99 | 3.21 |
| HOUSING AND URBAN DEVELOPMENT CORPORATION | 80,000 | 86,35,324 | 2.73 | 2.94 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 50,000 | 51,62,605 | 1.63 | 1.76 |
| EXPORT IMPORT BANK OF INDIA | 40,000 | 41,90,615 | 1.33 | 1.43 |
| NATIONAL HOUSING BANK | 20,000 | 20,69,484 | 0.66 | 0.70 |
| HDB FINANCIAL SERVICES LTD. | 10,000 | 10,71,207 | 0.34 | 0.36 |
| | | 7,09,22,676 | 22.46 | 24.14 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 2,60,000 | 2,60,49,878 | 8.25 | 8.87 |
| AXIS BANK LTD. | 1,70,000 | 1,78,99,104 | 5.67 | 6.09 |
| HDFC BANK LTD. | 1,00,000 | 1,05,56,601 | 3.34 | 3.59 |
| IDFC BANK LIMITED | 10,000 | 10,26,438 | 0.32 | 0.35 |
| | | 5,55,32,021 | 17.58 | 18.90 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| LIC HOUSING FINANCE LTD. | 2,30,000 | 2,34,51,003 | 7.42 | 7.98 |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 1,30,000 | 1,31,71,066 | 4.17 | 4.48 |
| | | 3,66,22,069 | 11.59 | 12.46 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 2,40,000 | 2,43,80,813 | 7.72 | 8.30 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 50,000 | 49,70,097 | 1.57 | 1.69 |
| | | 2,93,50,910 | 9.29 | 9.99 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 2,30,000 | 2,34,34,346 | 7.42 | 7.98 |
| | | 2,34,34,346 | 7.42 | 7.98 |
| TRANSMISSION OF ELECTRIC ENERGY | | | | |
| POWER GRID CORPORATION OF INDIA LTD. | 2,02,000 | 2,12,64,468 | 6.73 | 7.24 |
| | | 2,12,64,468 | 6.73 | 7.24 |
| CONSTRUCTION AND MAINTENANCE OF MOTORWAYS, STREETS, ROADS, OTHER VEHICULAR AND PEDESTRIAN WAYS, HIGHWAYS, BRIDGES, TUNNELS AND SUBWAYS | | | | |
| NATIONAL HIGHWAYS AUTHORITY OF INDIA | 1,50,000 | 1,55,71,321 | 4.93 | 5.30 |
| | | 1,55,71,321 | 4.93 | 5.30 |



000145

| Key Statistics | | | | |
|-------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Scheme C – Tier II | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 27.9033 | 25.5172 | Closing NAV as on 1st April of the Current F Y |
| | High | 29.5268 | 27.9992 | Highest NAV during the F Y |
| | Low | 27.9033 | 24.9990 | Lowest NAV during the F Y |
| | End | 29.5268 | 27.8979 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 3,158.94 | 2,087.73 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 2,675.42 | 1,831.35 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 7.06% | 9.53% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0676% | 0.0271% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0581% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 5.42% | 8.49% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 7.07% | 6.65% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 5.84% | 9.35% | |
| | Last 3 Years | 8.70% | 9.23% | |
| | Last 5 Years | 7.92% | 9.08% | CAGR = $((1 + \text{cumulative return})^n - 1)$ (where n=365/no. of days) |
| | Last 10 Years | 9.34% | 9.90% | |
| | Since Launch of the scheme (14th December, 2009) | 9.20% | 9.50% | |

* Declared NAV; Returns calculated based on declared NAV



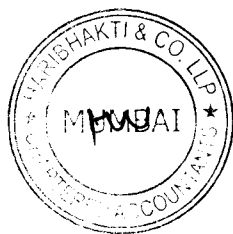
000146

1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 10.30% ILFS 28/12/2021 | 0.04 | 28-Mar-19 | 0.04 | 0.04 |
| 2 | 10.30% ILFS FIN SER 22/03/2022 | 0.05 | 22-Jun-19 | 0.05 | 0.05 |
| TOTAL | | 0.09 | | 0.09 | 0.09 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 8.69% ILFS 25/08/2025 | 0.10 | 26-Nov-19 | 0.10 | 0.10 |
| TOTAL | | 0.10 | | 0.10 | 0.10 |





UTI Retirement Solutions Limited

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme G - Tier I

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme G - Tier I (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022 Rs.3,94,18,809.35 is lying with the trustee bank (Previous Year: Rs.1,42,97,630), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000149

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

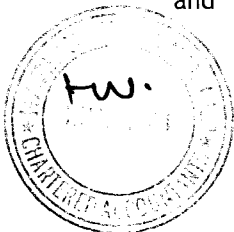
We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000151

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

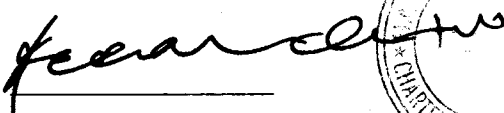
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828ALOWDK8638

Place: Mumbai

Date : 24th JUNE 2022



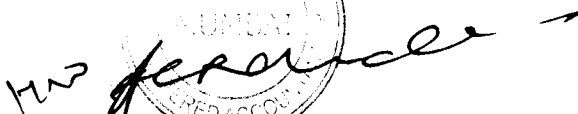
000152

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME G - TIER I
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 390 72 10 627 | 294 67 82 662 |
| Reserves and Surplus | 2 | 714 07 13 116 | 511 09 96 601 |
| Current Liabilities and Provisions | 3 | 74 57 562 | 1 60 63 039 |
| Total | | 1105 53 81 305 | 807 38 42 302 |
| Assets | | | |
| Investments | 4 | 1090 05 58 663 | 796 32 34 971 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 15 48 22 642 | 11 06 07 331 |
| Total | | 1105 53 81 305 | 807 38 42 302 |
| (a) Net assets as per Balance Sheets | | 1104 79 23 743 | 805 77 79 263 |
| (b) Number of units outstanding | | 39 07 21 062 | 29 46 78 266 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

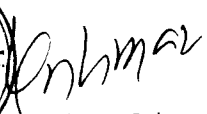

Sumant Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000153

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME G - TIER I
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | 64 38 20 620 | 39 33 08 186 |
| Profit on sale/redemption of investments | | 2 07 11 933 | 1 38 28 458 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 19 63 973 | 4 08 32 849 |
| Other income | | | |
| - Miscellaneous Income | | 20 | 185 |
| Total Income (A) | | 66 64 96 546 | 44 79 69 678 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 35 11 49 310 | 4 06 20 163 |
| Loss on sale/redemption of investments | | - | 2 400 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 55 22 503 | 6 83 871 |
| NPS Trust fees | | 4 73 865 | 2 89 775 |
| Custodian fees (including GST) | | 3 33 452 | 1 94 050 |
| Depository and settlement charges (including GST) | | 97 167 | 69 658 |
| Stamp Duty on Bond/Mutual Fund | | - | 2 72 221 |
| CRA Fees | | 29 40 004 | 28 78 992 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (29 40 004) | (28 78 992) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | 10 |
| Total Expenditure (B) | | 35 75 76 297 | 4 21 32 148 |
| Surplus/(Deficit) for the year (A-B) | | 30 89 20 249 | 40 58 37 530 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 34 91 85 337 | (2 12 686) |
| Less: Amount transferred (to) / from General Reserve | | (65 81 05 586) | (40 56 24 844) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



Sumant Sakhardande
Partner
Membership No: 634828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date:
Place: Mumbai

24th JUNE 2022

Shri Dinesh Kumar Mehrotra



Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

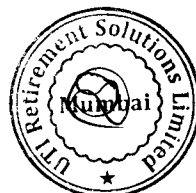
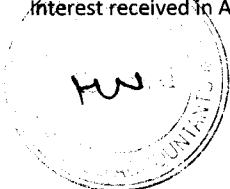
000154

MUMBAI

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME G - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 294 67 82 662 | 188 92 97 599 |
| Add :Units issued during the year | 138 77 49 309 | 124 33 35 898 |
| Less: Units redeemed during the year | (42 73 21 344) | (18 58 50 835) |
| Outstanding at the end of the year | 390 72 10 627 | 294 67 82 662 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 29 46 78 266 | 18 89 29 760 |
| Add :Units issued during the year | 13 87 74 931 | 12 43 33 590 |
| Less: Units redeemed during the year | (4 27 32 134) | (1 85 85 084) |
| Outstanding units at the end of the year | 39 07 21 062 | 29 46 78 266 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 371 71 60 570 | 191 31 31 997 |
| Add: Premium on Units issued | 248 61 66 929 | 211 89 43 468 |
| Less: Premium on Units redeemed | (76 53 70 663) | (31 49 14 895) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 543 79 56 836 | 371 71 60 570 |
| General Reserve | | |
| Opening Balance | 115 43 33 343 | 74 87 08 499 |
| Add: Transfer from Revenue Account | 65 81 05 586 | 40 56 24 844 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 181 24 38 929 | 115 43 33 343 |
| Unrealised Appreciation Account | | |
| Opening Balance | 23 95 02 688 | 23 92 90 002 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (34 91 85 337) | 2 12 686 |
| Closing Balance | (10 96 82 649) | 23 95 02 688 |
| Total | 714 07 13 116 | 511 09 96 601 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 6 69 878 | 3 26 251 |
| Book Overdraft | - | - |
| Redemption Payable | 67 39 953 | 1 57 29 489 |
| TDS Payable | 47 731 | 7 299 |
| Contracts for Purchase of Investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 74 57 562 | 1 60 63 039 |



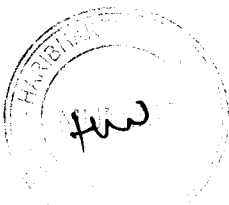
000155

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME G - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | 1031 95 49 399 | 785 44 06 887 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 58 10 09 264 | 10 88 28 084 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 1090 05 58 663 | 796 32 34 971 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | - | 1 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | 14 98 16 705 | 10 05 81 243 |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | 50 05 937 | 1 00 26 087 |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 15 48 22 642 | 11 06 07 331 |



000156

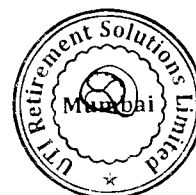
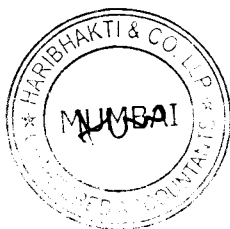
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme G - Tier I

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

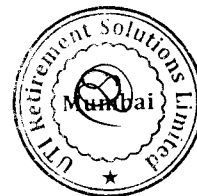


000157

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 21st May, 2009.
3. **Investment pattern to be followed as per PFRDA Regulations:**
Investments will be in -
 - (a) Government of India Bonds
 - (b) State Government Bonds
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.

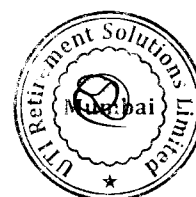


000158

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. 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



000159

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

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

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

Valuation of Debt Securities (other than government securities)

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

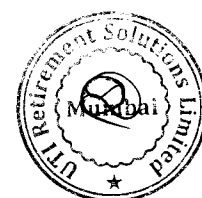


000160

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

Central and State Government Securities:

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



000161

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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

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

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.
7. **Income Recognition:**
 - a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.



000162

- d. Interest on Fixed Assets is accounted on accrual basis.
- e. Profit /Loss of sale of Investment
 - 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 - 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited /debited to Unit Premium Reserve after each subscription /redemption.

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 390720966.1441 and the balance 96.1648 have been identified as residual units with CRA.

Total 0.0038 Units are lying in the name of "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :



| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the period is ₹ 55,22,503. (Previous Period ₹ 6,83,871).

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 4,73,865 | ₹ 2,89,775 |

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

| ₹ in Crores | | | | | | | |
|--------------|--------|--------|-------|---------------|--------|--------|--------|
| Current Year | | | | Previous Year | | | |
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 1,173.84 | 123.76 | 841.18 | 88.69 | 1,028.13 | 177.16 | 697.78 | 120.24 |

- H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 84,45,012. (Previous Year ₹ 87,22,833)

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 28.2757 | ₹ 27.3443 |

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



000164

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 66.65 | 7.03 | 35.76 | 3.77 | 44.80 | 7.72 | 4.21 | 0.73 |

K. 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.

L. Income Taxes:

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

M. Other disclosures:

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

N. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.

O. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 435.52 | ₹ 58.10 | ₹ 182.65 | ₹ 9.38 |



P. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure A.

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN.: 103523W/W/100048



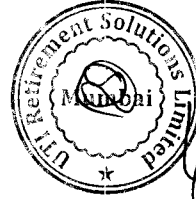
Sumant Sakhardande
Sumant Sakhardande
Partner

M. No. - 034828

Date : 24th JUNE 2022

Place : Mumbai

For UTI Retirement Solutions Ltd.



Balram P Bhagat
Balram P Bhagat

Chief Executive Officer
& Whole Time Director

DIN : 01846261

Date : 19/04/2022

Place : Mumbai

Imtaiyazur Rahman
Imtaiyazur Rahman

Chairman & Director

DIN: 01818725

For and on behalf of NPS Trust

Shri Dinesh Kumar Mehrotra
(Chairman, NPS Trust Board)

Date : 24th JUNE 2022

Place : Mumbai

Shri Dinesh Kumar Mehrotra

Sashif Krishnan
Sashif Krishnan

(Chief Executive Officer, NPS Trust)

MUMBAI

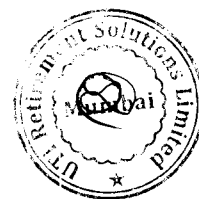


24th JUNE 2022

MUMBAI

000166

| Key Statistics | | | | |
|-------------------------------------------------------------------------|--------------------------------------------------------|-------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme G – Tier I | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 27.3495 | 25.3608 | Closing NAV as on 1st April of the Current F Y |
| | High | 28.5307 | 27.7916 | Highest NAV during the F Y |
| | Low | 27.2865 | 24.9113 | Lowest NAV during the F Y |
| | End | 28.2757 | 27.3443 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 1,10,479.24 | 80,577.79 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 94,846.38 | 58,033.49 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 7.03% | 7.72% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0678% | 0.0260% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 3.26% | 6.99% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 11.18% | 3.10% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 3.41% | 7.84% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | 8.45% | 10.23% | |
| | Last 5 Years | 7.62% | 9.28% | |
| | Last 10 Years | 9.05% | 9.09% | |
| | Since Launch of the scheme (21st May, 2009) | 8.41% | 8.85% | |
| * Declared NAV; Returns calculated based on declared NAV | | | | |





UTI Retirement Solutions Limited

NPS Trust - A/C UTI Retirement Solutions Scheme G - Tier II

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' - Block Bandra - Kurla Complex Bandra (East) Mumbai - 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai - 400049. Phone: 022 - 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme G - Tier II (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.9,19,679.95 is lying with the trustee bank as on March 31, 2022 (Previous Year: Rs.10,69,624), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.

HN

000169

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

How

000170

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and

HW.

000171

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

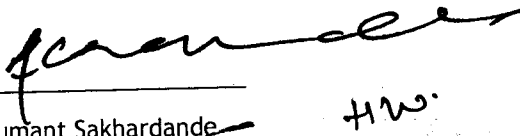
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Sumant Sakhardande

HW

Partner

Membership No. 034828

UDIN: 22034828ALOWKZ4464

Place: Mumbai

Date : 24th JUNE 2022

000172


NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME G - TIER II
BALANCE SHEET AS AT MARCH 31, 2022


| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 18 43 86 229 | 13 19 22 918 |
| Reserves and Surplus | 2 | 35 15 47 764 | 23 88 22 891 |
| Current Liabilities and Provisions | 3 | 8 71 282 | 9 78 891 |
| Total | | 53 68 05 275 | 37 17 24 700 |
| Assets | | | |
| Investments | 4 | 52 86 00 670 | 36 60 59 393 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 82 04 605 | 56 65 307 |
| Total | | 53 68 05 275 | 37 17 24 700 |
| (a) Net assets as per Balance Sheets | | 53 59 33 993 | 37 07 45 809 |
| (b) Number of units outstanding | | 1 84 38 623 | 1 31 92 292 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
Membership No.: 034828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 24th JUNE 2022
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000173

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME G - TIER II
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | 3 13 40 045 | 2 00 64 955 |
| Profit on sale/redemption of investments | | 13 92 057 | 2 27 608 |
| Profit on inter-scheme transfer/sale of investments | | - | 2 14 664 |
| Unrealized gain on appreciation in investments | | 90 856 | 16 11 760 |
| Other income | | | |
| - Miscellaneous Income | | 12 | 26 |
| Total Income (A) | | 3 28 22 970 | 2 21 19 013 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 1 75 56 443 | 33 72 363 |
| Loss on sale/redemption of investments | | - | 420 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 2 66 599 | 34 947 |
| NPS Trust fees | | 22 890 | 14 808 |
| Custodian fees (including GST) | | 16 024 | 9 819 |
| Depository and settlement charges (including GST) | | 5 086 | 3 283 |
| Stamp Duty on Bond/Mutual Fund | | - | 15 149 |
| CRA Fees | | 64 564 | 43 071 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (64 564) | (43 071) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | - |
| Total Expenditure (B) | | 1 78 67 042 | 34 50 789 |
| Surplus/(Deficit) for the year (A-B) | | 1 49 55 928 | 1 86 68 224 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 1 74 65 587 | 17 60 603 |
| Less: Amount transferred (to) / from General Reserve | | (3 24 21 515) | (2 04 28 827) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

Sumanant Sakhardande
Partner
Membership No.: 024828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.

Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust

(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra



Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

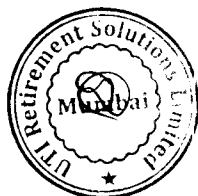
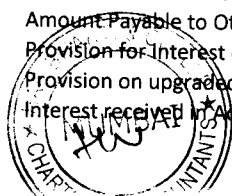
000174

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME G - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|---------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 13 19 22 918 | 9 26 73 397 |
| Add :Units issued during the year | 10 03 34 307 | 7 48 46 032 |
| Less: Units redeemed during the year | (4 78 70 996) | (3 55 96 511) |
| Outstanding at the end of the year | 18 43 86 229 | 13 19 22 918 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 1 31 92 292 | 92 67 340 |
| Add :Units issued during the year | 1 00 33 431 | 74 84 603 |
| Less: Units redeemed during the year | (47 87 100) | (35 59 651) |
| Outstanding units at the end of the year | 1 84 38 623 | 1 31 92 292 |

| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 15 88 41 139 | 8 82 54 563 |
| Add: Premium on Units issued | 18 71 47 222 | 13 35 78 275 |
| Less: Premium on Units redeemed | (8 93 78 277) | (6 29 91 699) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 25 66 10 084 | 15 88 41 139 |
| General Reserve | | |
| Opening Balance | 6 81 13 511 | 4 76 84 684 |
| Add: Transfer from Revenue Account | 3 24 21 515 | 2 04 28 827 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 10 05 35 026 | 6 81 13 511 |
| Unrealised Appreciation Account | | |
| Opening Balance | 1 18 68 241 | 1 36 28 844 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (1 74 65 587) | (17 60 603) |
| Closing Balance | (55 97 346) | 1 18 68 241 |
| Total | 35 15 47 764 | 23 88 22 891 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 33 183 | 15 917 |
| Book Overdraft | - | - |
| Redemption Payable | 8 35 770 | 9 62 650 |
| TDS Payable | 2 329 | 324 |
| Contracts for Purchase of Investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 8 71 282 | 9 78 891 |



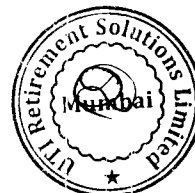
000175

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS SCHEME G - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | 50 81 13 799 | 36 07 78 599 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 2 04 86 871 | 52 80 794 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 52 86 00 670 | 36 60 59 393 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | - | 1 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | 80 04 272 | 53 63 768 |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | 2 00 333 | 3 01 538 |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 82 04 605 | 56 65 307 |



000176

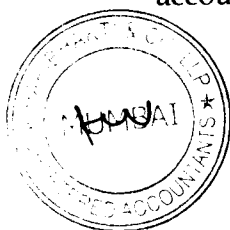
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Scheme G - Tier II

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

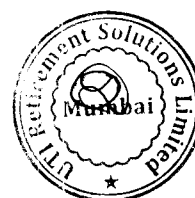


000177

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 14th December, 2009.
3. **Investment pattern to be followed as per PFRDA Regulations:**
Investments will be in -
 - (a) Government of India Bonds
 - (b) State Government Bonds
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.

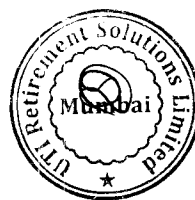


000178

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. 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



000170

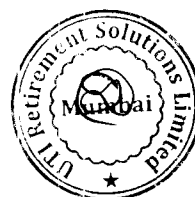
except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex -date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

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

Valuation of Debt Securities (other than government securities)

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



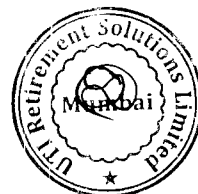
000180

date of interest till date) from the quoted price, since the interest is accrued and accounted separately on a daily basis.

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

Central and State Government Securities:

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



0000181

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

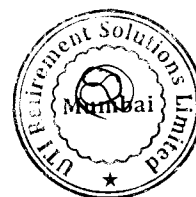
All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

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

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. **Income Recognition:**

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is



000182

treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.

- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit / Loss of sale of Investment
 - 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 - 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

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

9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after.

D. **Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 18438613.9951 and the balance 8.8913 have been identified as residual units with CRA.

E. **Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.



000183

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 2,66,599. (Previous Year ₹ 34,947).

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 22,890 | ₹ 14,808 |

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

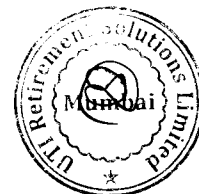
| Current Year | | | | Previous Year | | | |
|--------------|--------|-------|-------|---------------|--------|-------|--------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 59.78 | 130.47 | 41.62 | 90.83 | 46.98 | 158.48 | 34.19 | 115.32 |

₹ in Crores

- H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL)

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------|------------------------|
| As on 31st March, 2022 | As on 31st March, 2021 |
| ₹ 29.0658 | ₹ 28.1032 |



000184

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 3.28 | 7.16 | 1.79 | 3.90 | 2.21 | 7.46 | 0.35 | 1.16 |

K. **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.

L. **Income Taxes:**

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

M. **Other disclosures:**

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

N. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.

O. **Investment in associates and group companies:** The Scheme has made following investment in the Associate and Group companies of the PFM:

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 31.94 | ₹ 2.05 | ₹ 15.55 | ₹ 0.53 |

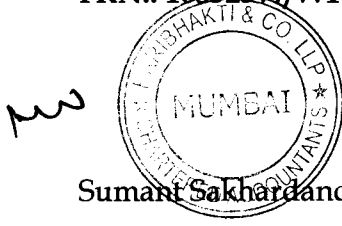


000185

P. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure A.

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

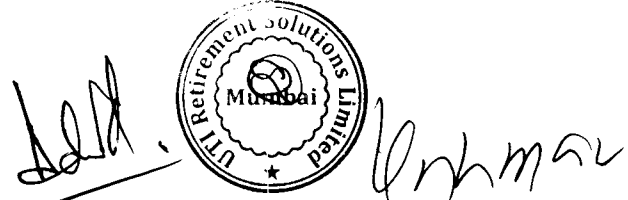
For Haribhakti & Co. LLP
Chartered Accountants
FRN.: 103523W/W100048



Sumant Sakhardande
Partner
M. No. - 034828

Date : 24th JUNE 2022
Place : Mumbai

For UTI Retirement Solutions Ltd.

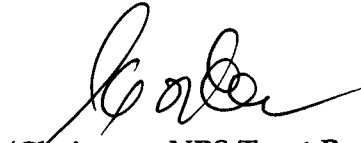


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date : 19/04/2022
Place : Mumbai

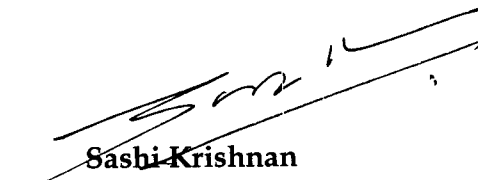
Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)



24th JUNE 2022

MUMBAI

000186

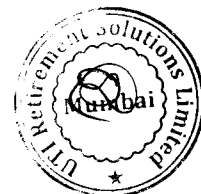
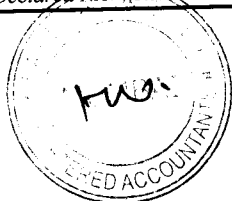
Key Statistics

UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Scheme G – Tier II

| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
|--------|--------------------------------------------------------|-------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 28.1085 | 26.1447 | Closing NAV as on 1st April of the Current F Y |
| | High | 29.3245 | 28.5505 | Highest NAV during the F Y |
| | Low | 27.9832 | 25.6549 | Lowest NAV during the F Y |
| | End | 29.0658 | 28.1032 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 5,359.34 | 3,707.46 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 4,582.15 | 2,964.57 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 7.16% | 7.46% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0678% | 0.0263% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0581% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 3.26% | 6.30% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 11.48% | 4.11% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 3.43% | 7.51% | |
| | Last 3 Years | 8.44% | 10.29% | |
| | Last 5 Years | 7.69% | 9.41% | CAGR = ((1+ cumulative return)^n) -1 (where n=365/no. of days) |
| | Last 10 Years | 9.09% | 9.13% | |
| | Since Launch of the scheme (14th December, 2009) | 9.06% | 9.57% | |

* Declared NAV. Returns calculated based on declared NAV



000187



UTI Retirement Solutions Limited

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme A - Tier I

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' - Block
Bandra - Kurla Complex
Bandra (East)
Mumbai - 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai - 400049.
Phone: 022 - 68990800

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme A - Tier I (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.2,21,694.22 is lying with the trustee bank (Previous Year: Rs.95,556), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000189

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the



basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000191

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828 ALOWPV2003

Place: Mumbai

Date : 24th JUNE 2022



000192

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME A - TIER I
BALANCE SHEET AS AT MARCH 31, 2022


| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 4 03 76 371 | 2 41 69 443 |
| Reserves and Surplus | 2 | 1 67 79 962 | 69 29 381 |
| Current Liabilities and Provisions | 3 | 63 278 | 11 01 218 |
| Total | | 5 72 19 611 | 3 22 00 042 |
| Assets | | | |
| Investments | 4 | 5 55 89 784 | 3 09 63 279 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 16 29 827 | 12 36 763 |
| Total | | 5 72 19 611 | 3 22 00 042 |
| (a) Net assets as per Balance Sheets | | 5 71 56 333 | 3 10 98 824 |
| (b) Number of units outstanding | | 40 37 637 | 24 16 944 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |


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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
Membership No.: 034828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

24th JUNE 2022

Date:
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

Date: 24th JUNE 2022
Place: Mumbai

24th JUNE 2022

Shri Dinesh Kumar Mehrotra

MUMBAI

000192

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME A - TIER I
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

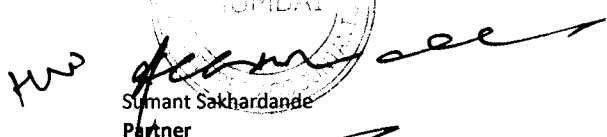
| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | 30 35 144 | 2 00 548 |
| Profit on sale/redemption of investments | | 2 19 601 | 17 35 270 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 8 67 199 | - |
| Other income | | | |
| - Miscellaneous Income | | 13 | 1 |
| Total Income (A) | | 41 21 957 | 19 35 819 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 1 95 259 | 14 10 752 |
| Loss on sale/redemption of investments | | 76 077 | - |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 24 157 | 2 788 |
| NPS Trust fees | | 2 075 | 1 181 |
| Custodian fees (including GST) | | 1 399 | 90 |
| Depository and settlement charges (including GST) | | 1 188 | 110 |
| Stamp Duty on Bond/Mutual Fund | | - | 2 475 |
| CRA Fees | | 26 444 | 20 323 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (26 444) | (20 323) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | - |
| Total Expenditure (B) | | 3 00 155 | 14 17 396 |
| Surplus/(Deficit) for the year (A-B) | | 38 21 802 | 5 18 423 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | (6 71 940) | 14 10 752 |
| Less: Amount transferred (to) / from General Reserve | | (31 49 862) | (19 29 175) |
| 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.

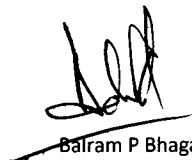
For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

24th JUNE 2022

Date:
Place: Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000194

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME A - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 2 41 69 443 | 1 58 58 084 |
| Add :Units issued during the year | 2 21 43 975 | 1 04 23 213 |
| Less: Units redeemed during the year | (59 37 047) | (21 11 854) |
| Outstanding at the end of the year | 4 03 76 371 | 2 41 69 443 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 24 16 944 | 15 85 808 |
| Add :Units issued during the year | 22 14 398 | 10 42 321 |
| Less: Units redeemed during the year | (5 93 705) | (2 11 185) |
| Outstanding units at the end of the year | 40 37 637 | 24 16 944 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 49 55 659 | 25 88 600 |
| Add: Premium on Units issued | 81 75 995 | 29 61 304 |
| Less: Premium on Units redeemed | (21 47 216) | (5 94 245) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 1 09 84 438 | 49 55 659 |
| General Reserve | | |
| Opening Balance | 24 13 129 | 4 83 954 |
| Add: Transfer from Revenue Account | 31 49 862 | 19 29 175 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 55 62 991 | 24 13 129 |
| Unrealised Appreciation Account | | |
| Opening Balance | (4 39 407) | 9 71 345 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | 6 71 940 | (14 10 752) |
| Closing Balance | 2 32 533 | (4 39 407) |
| Total | 1 67 79 962 | 69 29 381 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 3 820 | 1 055 |
| Book Overdraft | - | - |
| Redemption Payable | 59 176 | 21 958 |
| TDS Payable | 282 | 33 |
| Contracts for purchase of investments | - | 10 78 172 |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 63 278 | 11 01 218 |

HNO

Total



000195

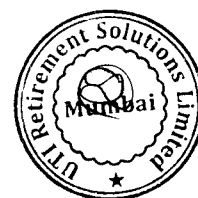
NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME A - TIER I
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | 5 32 47 967 | 2 88 33 461 |
| Others - Mutual Fund Units | 23 41 817 | 21 29 818 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 5 55 89 784 | 3 09 63 279 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 1 | - |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | 16 29 826 | 12 36 763 |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 16 29 827 | 12 36 763 |

Handwritten signature/initials: *HW*



000196

NATIONAL PENSION SYSTEM TRUST

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme A – Tier I

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

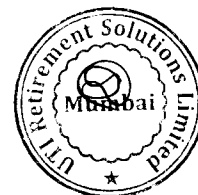


000197

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 14th October, 2016.
3. **Investment pattern to be followed as per PFRDA Regulations:**
 - a. Commercial mortgage based securities or Residential mortgage based securities
 - b. Units issued by Real Estate Investment Trusts regulated by the Securities and Exchange Board of India (SEBI)
 - c. Asset backed securities regulated by the SEBI.
 - d. Units issued by Infrastructure Investment Trusts regulated by the SEBI.
 - e. Alternative Investment Funds (AIF Category I & II) registered with SEBI.
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.

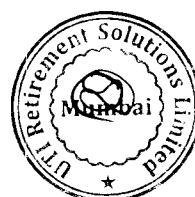


000198

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. Transactions for purchase or sale of Investments in Government securities, Non-Convertible Bonds / Debentures, Equity shares, Fixed

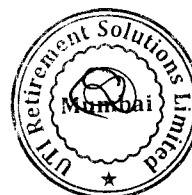


Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

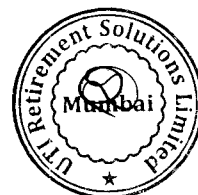
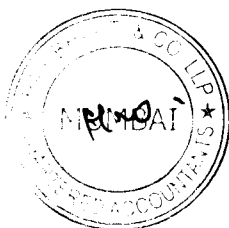
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

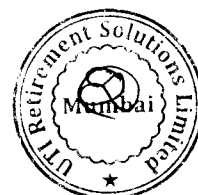
All non-investment grade debt securities except with default rating (other than Government securities) and securities where credit rating agencies have suspended the ratings but are performing assets as per PFRDA guidelines are valued at a discount of 25% of the face value.

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

- 6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest - bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date



000202

up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.

- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis.
 - e. Profit / Loss of sale of Investment
 - 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 - 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.
9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.
- D. **Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 4037633.7106 and the balance 3.3621 have been identified as residual units with CRA.

- E. **Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.



Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 24,157. (Previous Year ₹ 2,788).

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 2,075 | ₹ 1,181 |

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|--------|-------|--------|---------------|--------|-------|--------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 17.41 | 418.81 | 15.02 | 361.26 | 8.08 | 341.42 | 7.00 | 295.97 |

- H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL).

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 14.1559 | ₹ 12.8670 |



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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ | % | ₹ | % | ₹ | % | ₹ | % |
| 41,21,957 | 9.92 | 3,00,155 | 0.72 | 19,35,819 | 8.18 | 14,17,396 | 5.99 |

- K. **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.

- L. **Income Taxes:**

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

- M. **Other disclosures:**

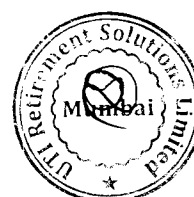
| Particulars | Current Year | Previous Year |
|-------------------------------------------------------------------------------------------------------------------------------------------|--------------|---------------|
| Contingent liabilities | Nil | Nil |
| Non performing investments- Carrying value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

- N. **Investment in associates and group companies:** The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 3.67 | ₹ 0.23 | ₹ 3.49 | ₹ 0.21 |

- O. **Portfolio:** Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.
- P. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.



000205

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN: 103523N/W100048



Sumant Sakharamde
Partner

M. No. - 034828

Date : 24th JUNE 2022

Place : Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat


Chief Executive Officer
& Whole Time Director

DIN : 01846261

Date : 19/04/2022

Place : Mumbai




Imtaiyazur Rahman

Chairman & Director

DIN: 01818725

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date :

24th JUNE 2022

Place : Mumbai

Shri Dinesh Kumar Mehrotra


Sashi Krishnan

(Chief Executive Officer, NPS Trust)



24th JUNE 2022

MUMBAI

000206

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------|----------|---------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| TRANSMISSION OF ELECTRIC ENERGY | | | | |
| INDIGRID | 35,850 | 52,77,479 | 9.23 | 35.88 |
| POWER GRID CORPORATION OF INDIA LTD. | 39,385 | 52,73,652 | 9.23 | 35.85 |
| | | 1,05,51,131 | 18.46 | 71.73 |
| REAL ESTATE ACTIVITIES WITH OWN OR LEASED PROPERTY | | | | |
| MINDSPACE BUSINESS PARKS | 12,000 | 41,58,480 | 7.28 | 28.27 |
| | | 41,58,480 | 7.28 | 28.27 |
| DEBENTURES & BONDS | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| INDIAN BANK | 50,000 | 50,75,720 | 8.88 | 13.17 |
| BANK OF BARODA | 50,000 | 50,71,263 | 8.87 | 13.16 |
| AXIS BANK LTD. | 50,000 | 50,37,425 | 8.81 | 13.07 |
| STATE BANK OF INDIA | 50,000 | 50,26,670 | 8.79 | 13.04 |
| CANARA BANK | 50,000 | 50,21,050 | 8.78 | 13.03 |
| HDFC BANK LTD. | 50,000 | 50,20,155 | 8.78 | 13.03 |
| ICICI BANK LTD. | 40,000 | 42,12,694 | 7.37 | 10.93 |
| PUNJAB NATIONAL BANK | 40,000 | 40,73,380 | 7.13 | 10.57 |
| | | 3,85,38,357 | 67.41 | 100.00 |



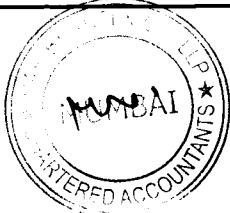
Key Statistics

UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme A – Tier I

| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
|----------|--------------------------------------------------------|-------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 12.8697 | 12.5555 | Closing NAV as on 1st April of the Current F Y |
| | High | 14.1824 | 13.0293 | Highest NAV during the F Y |
| | Low | 12.8648 | 12.5555 | Lowest NAV during the F Y |
| | End | 14.1559 | 12.8670 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 571.56 | 310.99 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 415.72 | 236.55 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 9.92% | 8.18% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0693% | 0.0281% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0581% | 0.0117% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 9.19% | 2.19% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 76.97% | 0.00% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 10.02% | 2.53% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | 6.20% | 5.41% | |
| | Last 5 Years | 6.60% | NA | |
| | Last 10 Years | NA | NA | |
| | Since Launch of the scheme (14th October, 2016) | 6.57% | 5.81% | |

* Declared NAV; Returns calculated based on declared NAV



000208



UTI Retirement Solutions Limited

NPS Trust - A/c UTI Retirement Solutions Pension Fund Scheme - Tax Saver- Tier II

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme Tax Saver - Tier II (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.65,000.00 is lying with the trustee bank (Previous Year: Rs.1,000), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000210

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

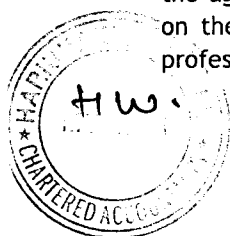
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000211

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000212

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828ALOWVC7558

Place: Mumbai

Date :

24th JUNE 2022



000213

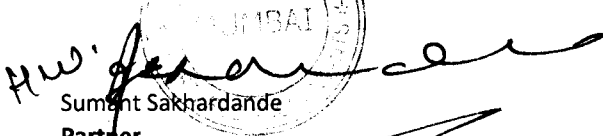
NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME TAX SAVER - TIER II
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 43 81 249 | 15 22 123 |
| Reserves and Surplus | 2 | 2 34 306 | 27 696 |
| Current Liabilities and Provisions | 3 | 221 | 33 |
| Total | | 46 15 776 | 15 49 852 |
| Assets | | | |
| Investments | 4 | 46 15 776 | 15 49 852 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | - | - |
| Total | | 46 15 776 | 15 49 852 |
| (a) Net assets as per Balance Sheets | | 46 15 555 | 15 49 819 |
| (b) Number of units outstanding | | 4 38 125 | 1 52 212 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
Membership No.: 034828



Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

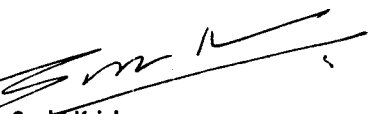

Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 24th JUNE 2022
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
Date: 24th JUNE 2022
Place: Mumbai


Sashi Krishnan
(Chief Executive Officer, NPS Trust)



24th JUNE 2022

MUMBAI

000214

Shri Dinesh Kumar

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME TAX SAVER - TIER II
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 341 | - |
| Interest | | - | - |
| Profit on sale/redemption of investments | | 15 219 | 2 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 91 531 | 9 040 |
| Other income | | | |
| - Miscellaneous Income | | - | 1 |
| Total Income (A) | | 1 07 091 | 9 043 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 13 958 | - |
| Loss on sale/redemption of investments | | - | - |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 1 459 | 33 |
| NPS Trust fees | | 126 | 14 |
| Custodian fees (including GST) | | - | - |
| Depository and settlement charges (including GST) | | 1 | - |
| Stamp Duty on Bond/Mutual Fund | | - | 77 |
| CRA Fees | | - | - |
| Less: Amount recoverable on sale of units on account of CRA Charges | | - | - |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | 3 | - |
| Total Expenditure (B) | | 15 547 | 124 |
| Surplus/(Deficit) for the year (A-B) | | 91 544 | 8 919 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | (77 573) | (9 040) |
| Less: Amount transferred (to) / from General Reserve | | (13 971) | 121 |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.

Aw.
Surbant Sakhardande
Partner
Membership No.: 034828

Bhram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date:
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust

(Chairman, NPS Trust Board)

Sashi Krishnan
Chief Executive Officer, NPS Trust)

Date: 24th JUNE 2022
Place: Mumbai

24th JUNE 2022

Shri Dinesh Kumar Mishra

MUMBAI

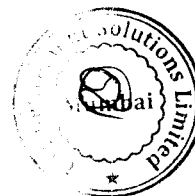
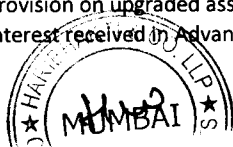
000215

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME TAX SAVER - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|---------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 15 22 123 | - |
| Add :Units issued during the year | 28 59 126 | 15 22 123 |
| Less: Units redeemed during the year | - | - |
| Outstanding at the end of the year | 43 81 249 | 15 22 123 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 1 52 212 | - |
| Add :Units issued during the year | 2 85 913 | 1 52 212 |
| Less: Units redeemed during the year | - | - |
| Outstanding units at the end of the year | 4 38 125 | 1 52 212 |

| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 18 777 | - |
| Add: Premium on Units issued | 1 15 066 | 18 777 |
| Less: Premium on Units redeemed | - | - |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 1 33 843 | 18 777 |
| General Reserve | | |
| Opening Balance | (121) | - |
| Add: Transfer from Revenue Account | 13 971 | (121) |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 13 850 | (121) |
| Unrealised Appreciation Reserve | | |
| Opening Balance | 9 040 | - |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | 77 573 | 9 040 |
| Closing Balance | 86 613 | 9 040 |
| Total | 2 34 306 | 27 696 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 203 | 33 |
| Book Overdraft | - | - |
| Redemption Payable | - | - |
| TDS Payable | 18 | - |
| Contracts for purchase of investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 221 | 33 |



000216

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME TAX SAVER - TIER II
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 6 98 271 | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 39 17 505 | 15 49 852 |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | 46 15 776 | 15 49 852 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | - | - |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | - | - |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | - | - |



000217

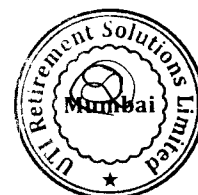
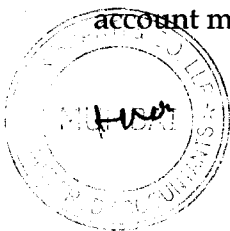
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme Tax Saver - Tier II

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



300218

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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

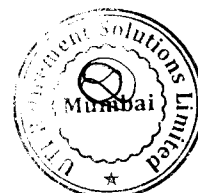
1. **Investment objective:** The investment objective of the scheme is to optimise returns on investments.
2. **Commencement:** The Scheme commenced its operations on 4th September, 2020.
3. **Investment pattern to be followed as per PFRDA Regulations:**

| Sr. No. | Investment Pattern | % of amount to be invested |
|---------|------------------------------|----------------------------|
| (i) | Equity* | 10%-25% |
| (ii) | Debt** | Upto 90% |
| (iii) | Cash/Money Market/Liquid MFs | Upto 5% |

* Investment guidelines as applicable for Scheme E - Tier II

** Investment guidelines as applicable for Scheme G - Tier II and Scheme C - Tier II

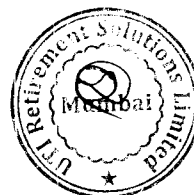
4. Contributions to the Scheme by the investors are withdrawable in accordance with the Pension Fund Regulatory and Development Authority Exit and Withdrawals under National Pension System) Regulations, 2015.



000219

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. Transactions for purchase or sale of Investments in Government securities, Non-Convertible Bonds / Debentures, Equity shares, Fixed



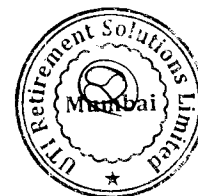
000220

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.

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



000221

iii. **Right entitlement:**

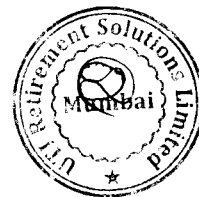
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



000222

- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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

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



000223

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.
7. **Income Recognition:**
- a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest - bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis.
 - e. Profit / Loss of sale of Investment
 - 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 - 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.
9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



- D. Unit Capital:** Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 438124.8374 and the balance 0.0106 have been identified as residual units with CRA.

- E. Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

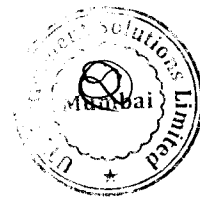
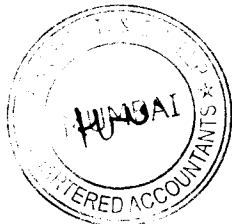
| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 1,459. (Previous Year ₹ 33).

- F. NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 126 | ₹ 14 |

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



000225

₹

| Current Year | | | | Previous Year | | | |
|--------------|-------|----------|-------|---------------|--------|-------|------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 37,27,821 | 84.59 | 7,55,003 | 17.13 | 15,41,802 | 311.10 | 999 | 0.20 |

H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL)

I. Net Asset Value:

| Current Year | Previous Year |
|------------------------|------------------------|
| As on 31st March, 2022 | As on 31st March, 2021 |
| ₹ 10.5347 | ₹ 10.1819 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ | % | ₹ | % | ₹ | % | ₹ | % |
| 1,07,091 | 2.43 | 15,547 | 0.35 | 9,043 | 1.82 | 124 | 0.03 |

K. Taxes:

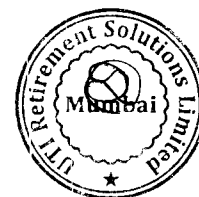
All taxes which are leviable and actually paid are charged to the NAV of the Fund and are borne by the Subscriber. Any subsequent refund on this account, if any, is added to the scheme/fund as income.

L. Income Taxes:

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

M. Other disclosures:

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



000226

N. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | 30,39,038 | 39,17,505 | 15,41,809 | 15,49,852 |

O. Portfolio: Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.

P. The Key Statistics for the Financial Year 2021-22 is attached as per Annexure B.

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

For Haribhakti & Co. LLP

Chartered Accountants

FRN: 103529W/W100048

Sumant Sakhardande

Partner

M. No. - 034828

Date :

Place : Mumbai 24th JUNE 2022

For UTI Retirement Solutions Ltd.

Bahram P Bhagat

Chief Executive Officer

& Whole Time Director

DIN : 01846261

Date : 19/04/2022

Place : Mumbai

Imtaiyazur Rahman

Chairman & Director

DIN: 01818725

For and on behalf of NPS Trust

(Chairman, NPS Trust Board)

Date :

Place : Mumbai 24th JUNE 2022

Shri Dinesh Kumar Mehrotra

Sashi Krishnan

(Chief Executive Officer, NPS Trust)

24th JUNE 2022

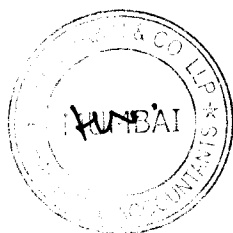
MUMBAI

000227

ANNEXURE A

Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|---------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS, POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| HDFC BANK LTD. | 35 | 51,462 | 1.11 | 7.37 |
| ICICI BANK LTD. | 70 | 51,121 | 1.11 | 7.32 |
| AXIS BANK LTD. | 66 | 50,236 | 1.09 | 7.19 |
| STATE BANK OF INDIA | 56 | 27,639 | 0.60 | 3.96 |
| | | 1,80,458 | 3.91 | 25.84 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 29 | 55,299 | 1.20 | 7.92 |
| WIPRO LTD. | 37 | 21,900 | 0.47 | 3.14 |
| | | 77,199 | 1.67 | 11.06 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 23 | 60,599 | 1.31 | 8.68 |
| | | 60,599 | 1.31 | 8.68 |
| MANUFACTURE OF MEDICINAL SUBSTANCES USED IN THE MANUFACTURE OF PHARMACEUTICALS: ANTIBIOTICS, ENDOCRINE PRODUCTS, BASIC VITAMINS; OPIUM DERIVATIVES; SULPHA DRUGS; SERUMS AND PLASMAS; SALICYLIC ACID, ITS SALTS AND ESTERS; GLYCOSIDES AND VEGETABLE ALKAL | | | | |
| SUN PHARMACEUTICAL INDUSTRIES LTD. | 41 | 37,505 | 0.81 | 5.37 |
| DIVIS LABORATORIES LTD. | 2 | 8,804 | 0.19 | 1.26 |
| | | 46,309 | 1.00 | 6.63 |
| OTHER CREDIT GRANTING | | | | |
| BAJAJ FINANCE LIMITED | 6 | 43,560 | 0.94 | 6.24 |
| | | 43,560 | 0.94 | 6.24 |
| OTHER CIVIL ENGINEERING PROJECTS N.E.C. | | | | |
| LARSEN & TOUBRO LTD. | 22 | 38,888 | 0.84 | 5.57 |
| | | 38,888 | 0.84 | 5.57 |
| MANUFACTURE OF PASSENGER CARS | | | | |
| MARUTI SUZUKI INDIA LTD. | 5 | 37,807 | 0.82 | 5.41 |
| | | 37,807 | 0.82 | 5.41 |
| ACTIVITIES OF MAINTAINING AND OPERATING PAGEING, CELLUR AND OTHER TETECOMMUNICATION NETWORKS | | | | |
| BHARTI AIRTEL LTD. | 50 | 37,748 | 0.82 | 5.41 |
| | | 37,748 | 0.82 | 5.41 |



000228

| Key Statistics | | | | |
|----------------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme Tax Saver - Tier II | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 10.1831 | NA | Closing NAV as on 1st April of the Current F Y |
| | High | 10.5347 | 10.1819 | Highest NAV during the F Y |
| | Low | 10.1831 | 10.0011 | Lowest NAV during the F Y |
| | End | 10.5347 | 10.1819 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 46.16 | 15.50 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 25.23 | 4.96 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 4.24% | 3.19% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0629% | 0.0437% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0578% | 0.0115% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 3.63% | 3.14% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 0.00% | 0.00% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 3.46% | NA | |
| | Last 3 Years | NA | NA | |
| | Last 5 Years | NA | NA | |
| | Last 10 Years | NA | NA | |
| | Since Launch of the scheme (4th September, 2020) | 3.37% | 3.21% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |

* Declared NAV; Returns calculated based on declared NAV



000229



UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme Central Govt.

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme Central Government (CG) (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

We draw attention to the following matters in the notes to financial statements:

- a. As on March 31, 2022, Rs.22,29,81,424.15 is lying with the trustee bank (Previous Year: Rs.17,05,57,087), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.
- b. Schedule 7 (D) to the financial statements which describes that 52,24,653.12 units valued at Rs.18,92,48,430.12 as on March 31, 2022 (Previous Year: 52,59,987.09 units valued at Rs.17,85,32,904) is lying in the name of "Unitization Pool Account" maintained by Central Record Keeping Agency (CRA). As explained by CRA, the subscribers for the same have not been

000231

identified. The possible impact, if any, shall be known after completion of identification/reconciliation process.

Our opinion is not modified in respect of these matters.

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists.

HW
000232

HARIBHAKTI & CO. LLP

Chartered Accountants

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b. The Balance Sheet and Revenue account of the Scheme are in agreement with the books of account of the Scheme;

HW

000233

HARIBHAKTI & CO. LLP

Chartered Accountants

- c. In our opinion, proper books of account of the Scheme, as required by PFRDA have been kept by PFM so far as it 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; and
- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;


We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande
Partner

Membership No. 034828

UDIN: 22034828 ALOX G09366

Place: Mumbai

Date : 24th JUNE 2022

000234

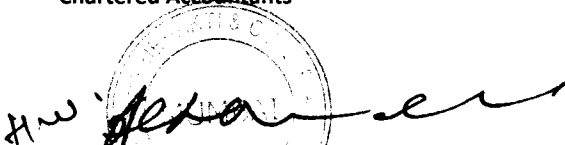
NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CENTRAL GOVT
BALANCE SHEET AS AT MARCH 31, 2022


| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 19524 95 44 541 | 17828 08 14 702 |
| Reserves and Surplus | 2 | 51198 82 77 105 | 42683 62 41 449 |
| Current Liabilities and Provisions | 3 | 25 03 03 208 | 13 78 42 718 |
| Total | | 70748 81 24 854 | 60525 48 98 869 |
| Assets | | | |
| Investments | 4 | 69432 13 17 881 | 59356 36 70 919 |
| Deposits | 5 | - | 7 60 95 000 |
| Other Current Assets | 6 | 1316 68 06 973 | 1161 51 32 950 |
| Total | | 70748 81 24 854 | 60525 48 98 869 |
| (a) Net assets as per Balance Sheets | | 70723 78 21 646 | 60511 70 56 151 |
| (b) Number of units outstanding | | 1952 49 54 454 | 1782 80 81 470 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

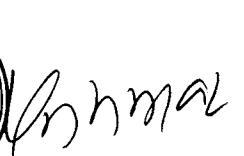
This is the Balance Sheet referred to in our report of even date.

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
Membership No.: 054828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

24th JUNE 2022

Date:
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
Date: 24th JUNE 2022
Place: Mumbai




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

Shri Dinesh Kumar Mehrotra

MUMBAI

000235

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CENTRAL GOVT
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

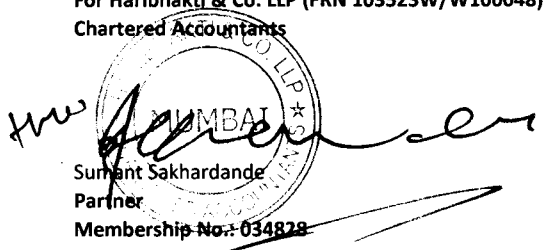
| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 114 07 90 687 | 91 26 27 599 |
| Interest | | 3895 60 01 122 | 3298 52 84 826 |
| Profit on sale/redemption of investments | | 578 64 83 556 | 255 31 69 731 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 1517 85 48 401 | 4011 74 91 333 |
| Other income | | | |
| - Miscellaneous Income | | 29 | 2 99 368 |
| Total Income (A) | | 6106 18 23 795 | 7656 88 72 857 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 1809 29 91 824 | 192 27 21 376 |
| Loss on sale/redemption of investments | | 36 90 87 333 | 60 89 41 594 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 38 63 43 917 | 6 53 74 180 |
| NPS Trust fees | | 3 31 19 193 | 2 71 57 768 |
| Custodian fees (including GST) | | 2 12 50 440 | 1 78 17 140 |
| Depository and settlement charges (including GST) | | 39 87 972 | 33 52 861 |
| Stamp Duty on Bond/Mutual Fund | | - | 1 12 13 787 |
| CRA Fees | | 3 02 116 | 2 18 775 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (3 02 116) | (2 18 775) |
| Provision for Non-Performing Assets | | - | 15 00 00 000 |
| Other Expenses | | - | 13 |
| Total Expenditure (B) | | 1890 67 80 679 | 280 65 78 719 |
| Surplus/(Deficit) for the year (A-B) | | 4215 50 43 116 | 7376 22 94 138 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 291 44 43 423 | (3819 47 69 957) |
| Less: Amount transferred (to) / from General Reserve | | (4506 94 86 539) | (3556 75 24 181) |
| 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.

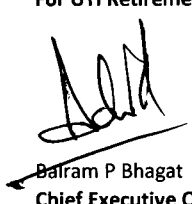
For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh [Signature] tra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

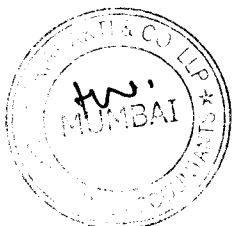
000236

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CENTRAL GOVT
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|---------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 17828 08 14 702 | 15631 77 63 647 |
| Add :Units issued during the year | 2169 62 22 753 | 2362 38 12 468 |
| Less: Units redeemed during the year | (472 74 92 914) | (166 07 61 413) |
| Outstanding at the end of the year | 19524 95 44 541 | 17828 08 14 702 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 1782 80 81 470 | 1563 17 76 364 |
| Add :Units issued during the year | 216 96 22 275 | 236 23 81 247 |
| Less: Units redeemed during the year | (47 27 49 291) | (16 60 76 141) |
| Outstanding units at the end of the year | 1952 49 54 454 | 1782 80 81 470 |

| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 21964 32 17 279 | 17126 83 50 407 |
| Add: Premium on Units issued | 5510 23 04 389 | 5218 27 86 581 |
| Less: Premium on Units redeemed | (1210 53 11 849) | (380 79 19 709) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 26264 02 09 819 | 21964 32 17 279 |
| General Reserve | | |
| Opening Balance | 14977 90 89 226 | 11421 15 65 045 |
| Add: Transfer from Revenue Account | 4506 94 86 539 | 3556 75 24 181 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 19484 85 75 765 | 14977 90 89 226 |
| Unrealised Appreciation Account | | |
| Opening Balance | 5741 39 34 944 | 1921 91 64 987 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (291 44 43 423) | 3819 47 69 957 |
| Closing Balance | 5449 94 91 521 | 5741 39 34 944 |
| Total | 51198 82 77 105 | 42683 62 41 449 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 4 21 78 418 | 2 62 95 390 |
| Book Overdraft | - | - |
| Redemption Payable | 20 50 69 902 | 11 10 31 049 |
| TDS Payable | 30 54 888 | 5 16 279 |
| Contracts for purchase of investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 25 03 03 208 | 13 78 42 718 |



Total



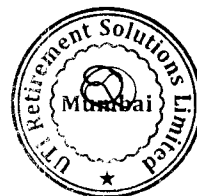
000237

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CENTRAL GOVT
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 9960 39 09 926 | 8662 99 58 106 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 20532 60 16 239 | 20214 81 80 467 |
| Central and State Government Securities (including treasury bills) | 35883 76 42 278 | 29336 35 26 427 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 3055 37 49 438 | 1142 20 05 919 |
| Non Convertible Debentures classified as NPA | 134 00 00 000 | 214 00 00 000 |
| Less: Provision on Non performing investment | (134 00 00 000) | (214 00 00 000) |
| Total | 69432 13 17 881 | 59356 36 70 919 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 7 60 95 000 |
| Total | - | 7 60 95 000 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 7 60 95 000 | 72 36 825 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 26 23 42 599 | 26 23 42 599 |
| Less: Provision for interest on Non-Performing Investment | (26 23 42 599) | (26 23 42 599) |
| Outstanding and accrued income | 1287 31 67 359 | 1136 93 94 484 |
| Dividend Receivable | 1 74 67 833 | 3 74 76 381 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | 20 00 76 781 | 20 10 25 260 |
| Redemption receivable on Non performing Investment | 119 00 00 000 | 39 00 00 000 |
| Less: Provision for Non Performing Investment | (119 00 00 000) | (39 00 00 000) |
| Total | 1316 68 06 973 | 1161 51 32 950 |



000238

NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme - Central Govt

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



000239

3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 1st April, 2008.
3. **Investment pattern to be followed as per PFRDA Regulations:**

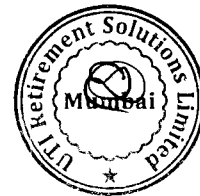
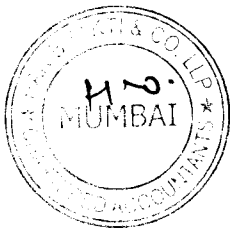
| Sr. No. | Investment Pattern | % of amount to be invested |
|---------|--------------------------|----------------------------|
| (i) | Government Securities | Upto 55 |
| (ii) | Debt Securities | Upto 45 |
| (iii) | Money Market instruments | Upto 10 |
| (iv) | Equity Shares | Upto 15 |

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

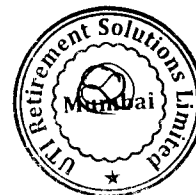
1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 as amended from time to time to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting financial year. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the financial year in which those are crystallized.
3. **Covid 19 Uncertainties:**
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. Transactions for purchase or sale of Investments in Government securities, Non-Convertible Bonds / Debentures, Equity shares, Fixed



000241

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.

- d. Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:
- Equity:**
- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
 - ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

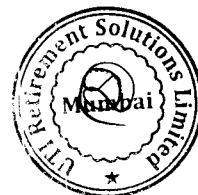
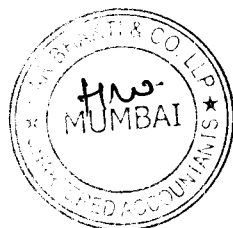
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

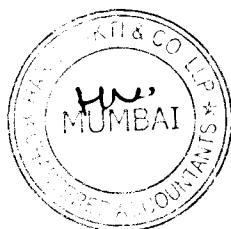
Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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



6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. **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.

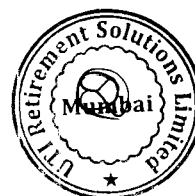
Re-schedulement of NPA:

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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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 asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

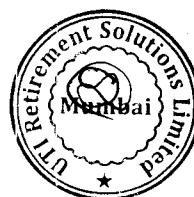
Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit /Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

9. Computation of Net Asset Value (NAV): The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

10. Unit Premium Reserve: Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 19524943265.7380 and the balance 11188.0256 have been identified as residual units with CRA

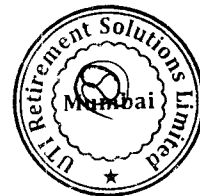
Total 5224653.1167 Units are lying in the name of "CRA Unitisation Pooled PRAN" maintained by CRA. As explained by CRA, the subscribers have not been identified for the same. Moreover, total 352036.6780 Units are lying in the name of "Central Govt. Suspense PRAN" & "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.0102% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 38,63,43,917.
(Previous Year ₹ 6,53,74,180)



000247

F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 3,31,19,193 | ₹ 2,71,57,768 |

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|-------|-----------|-------|---------------|-------|-----------|-------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 39,283.18 | 59.29 | 27,844.39 | 42.03 | 41,802.80 | 76.94 | 30,344.04 | 55.85 |

H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 8,432.86 Crores. (Previous Year ₹ 10,308.92 Crores).

I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------|------------------------|
| As on 31st March, 2022 | As on 31st March, 2021 |
| ₹ 36.2222 | ₹ 33.9417 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 6,106.18 | 9.22 | 1,890.68 | 2.85 | 7,656.89 | 14.09 | 280.66 | 0.52 |

K. **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.



000248

L. Income Taxes:

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

M. 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 31st March, 2022 is as under:

₹ in Crores

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value | 253.00 | 253.00 |
| Provision for NPA | 253.00 | 253.00 |
| Carrying Cost | - | - |
| Market Value*** | - | - |
| % of NPA (Gross) to AUM | 0.36 | 0.42 |

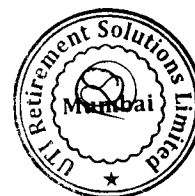
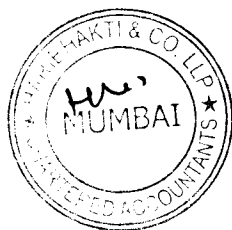
*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

N. Contingent liability as on 31st March, 2022 is ₹ 10,28,43,986 towards uncalled amount of ₹ 401.25 per shares on 2,56,309 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 18,08,33,591).

O. Details of Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest as on 31st March, 2022 is ₹ NIL. (Previous Year ₹ Nil)

P. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.



Q. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 25,852.85 | ₹ 1,997.50 | ₹ 25,139.60 | ₹ 739.57 |

R. Portfolio: Industry wise classification where industry exposure % to total exposure in investment category \geq 5% as on 31st March, 2022 is given in Annexure A.

S. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.

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

For Haribhakti & Co. LLP
Chartered Accountants
FRN: 103523W/W100048


For UTI Retirement Solutions Ltd.

Am.

Sumant Sakhardande
Partner
M. No. 034828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261






Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date : 24th JUNE 2022
Place : Mumbai

Date : 19/04/2022
Place : Mumbai

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)
Date : 24th JUNE 2022
Place : Mumbai


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

Shri Dinesh Kumar Mehrotra



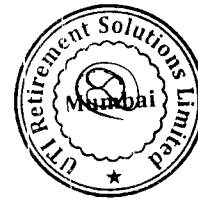
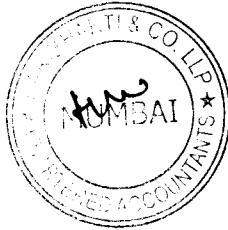
MUMBAI

000250

ANNEXURE A

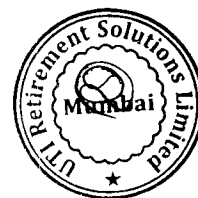
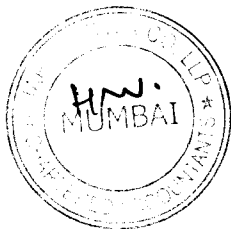
Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------|-------------|------------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 1,11,60,182 | 8,15,02,80,915 | 1.15 | 8.18 |
| HDFC BANK LTD. | 40,41,396 | 5,94,22,66,609 | 0.84 | 5.97 |
| STATE BANK OF INDIA | 81,47,913 | 4,02,14,02,461 | 0.57 | 4.04 |
| AXIS BANK LTD. | 50,74,745 | 3,86,26,42,157 | 0.55 | 3.88 |
| KOTAK MAHINDRA BANK LTD. | 19,69,495 | 3,45,41,98,806 | 0.49 | 3.47 |
| INDUSIND BANK LTD. | 12,09,359 | 1,13,12,34,409 | 0.16 | 1.14 |
| BANK OF BARODA | 28,93,135 | 32,28,73,866 | 0.05 | 0.32 |
| IDFC BANK LIMITED | 23,86,722 | 9,47,52,863 | 0.01 | 0.10 |
| PUNJAB NATIONAL BANK | 6,19,890 | 2,17,27,145 | 0.00 | 0.02 |
| YES BANK | 6,81,131 | 83,77,911 | 0.00 | 0.01 |
| | | 27,00,97,57,142 | 3.82 | 27.13 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 47,14,156 | 8,98,91,88,369 | 1.27 | 9.02 |
| HCL TECHNOLOGIES LIMITED | 9,22,382 | 1,07,34,22,053 | 0.15 | 1.08 |
| WIPRO LTD. | 16,91,058 | 1,00,09,37,230 | 0.14 | 1.00 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 48,500 | 17,40,05,875 | 0.02 | 0.17 |
| | | 11,23,75,53,527 | 1.58 | 11.27 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 30,73,553 | 8,09,80,43,767 | 1.15 | 8.13 |
| | | 8,09,80,43,767 | 1.15 | 8.13 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 11,77,534 | 4,40,39,18,283 | 0.62 | 4.42 |
| TECH MAHINDRA LTD. | 8,18,234 | 1,22,69,00,971 | 0.17 | 1.23 |
| | | 5,63,08,19,254 | 0.79 | 5.65 |



000251

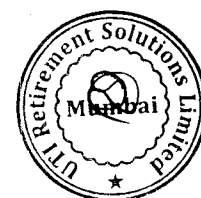
| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------------------------------------------|--------------|---------------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 20,02,50,000 | 20,49,42,54,687 | 2.90 | 9.94 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 8,83,80,000 | 9,26,74,39,251 | 1.31 | 4.50 |
| POWER FINANCE CORPORATION LTD. | 7,19,30,000 | 7,56,34,43,474 | 1.07 | 3.67 |
| HOUSING AND URBAN DEVELOPMENT CORPORATION | 4,14,90,000 | 4,45,28,46,575 | 0.63 | 2.16 |
| EXPORT IMPORT BANK OF INDIA | 2,77,80,000 | 2,94,71,18,173 | 0.42 | 1.43 |
| HDB FINANCIAL SERVICES LTD. | 2,06,00,000 | 2,17,62,55,870 | 0.31 | 1.06 |
| NATIONAL HOUSING BANK | 25,00,000 | 25,94,36,500 | 0.04 | 0.13 |
| INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LTD. | 15,00,000 | 15,54,86,850 | 0.02 | 0.08 |
| SHRIRAM TRANSPORT FINANCE CO. LTD. | 14,50,000 | 14,90,90,235 | 0.02 | 0.07 |
| INDIA INFRASTRUCTURE FINANCE CO. LTD. | 10,00,000 | 12,04,60,300 | 0.02 | 0.06 |
| | | 47,58,58,31,915.00 | 6.74 | 23.10 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS, POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| AXIS BANK LTD. | 16,77,50,000 | 17,59,46,80,402 | 2.49 | 8.54 |
| ICICI BANK LTD. | 12,26,80,000 | 12,55,25,54,287 | 1.77 | 6.09 |
| HDFC BANK LTD. | 4,69,10,000 | 4,96,07,66,968 | 0.70 | 2.41 |
| IDFC BANK LIMITED | 1,12,80,000 | 1,15,27,89,544 | 0.16 | 0.56 |
| YES BANK | 30,00,000 | 28,62,47,600 | 0.04 | 0.14 |
| PUNJAB NATIONAL BANK | 10,00,000 | 10,49,04,400 | 0.01 | 0.05 |
| ING VYSYA BANK LTD. | 8,00,000 | 8,21,32,640 | 0.01 | 0.04 |
| | | 36,73,40,75,841 | 5.18 | 17.83 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| LIC HOUSING FINANCE LTD. | 13,37,90,000 | 14,02,68,53,700 | 1.98 | 6.80 |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 12,86,00,000 | 13,21,59,88,756 | 1.87 | 6.41 |
| PNB HOUSING FINANCE LIMITED | 25,00,000 | 25,07,62,250 | 0.04 | 0.12 |
| | | 27,49,36,04,706.00 | 3.89 | 13.33 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 18,73,80,000 | 19,30,74,57,071 | 2.73 | 9.37 |
| | | 19,30,74,57,071 | 2.73 | 9.37 |
| CONSTRUCTION AND MAINTENANCE OF MOTORWAYS, STREETS, ROADS, OTHER VEHICULAR AND PEDESTRIAN WAYS, HIGHWAYS, BRIDGES, TUNNELS AND SUBWAYS | | | | |
| NATIONAL HIGHWAYS AUTHORITY OF INDIA | 18,21,40,000 | 18,64,53,85,141 | 2.64 | 9.05 |
| | | 18,64,53,85,141 | 2.64 | 9.05 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 11,74,30,000 | 11,81,21,99,422 | 1.67 | 5.73 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 4,33,70,000 | 4,40,23,04,259 | 0.62 | 2.14 |
| TATA POWER CO. LTD. | 19,60,000 | 20,01,82,640 | 0.03 | 0.10 |
| | | 16,41,46,86,321.00 | 2.32 | 7.97 |
| TRANSMISSION OF ELECTRIC ENERGY | | | | |
| POWER GRID CORPORATION OF INDIA LTD. | 10,33,50,000 | 10,95,29,96,947 | 1.55 | 5.31 |
| | | 10,95,29,96,947 | 1.55 | 5.31 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 10,01,80,000 | 10,57,61,04,582 | 1.50 | 5.13 |
| | | 10,57,61,04,582 | 1.50 | 5.13 |



000252

| Key Statistics | | | | |
|------------------------------------------------------------------------------|--------------------------------------------------------|-------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – Central Govt. | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 34.0041 | 29.3928 | Closing NAV as on 1st April of the Current F Y |
| | High | 36.2452 | 34.0693 | Highest NAV during the F Y |
| | Low | 33.9448 | 29.0790 | Lowest NAV during the F Y |
| | End | 36.2222 | 33.9417 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 70,72,378.22 | 60,51,170.56 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 66,25,481.41 | 54,33,480.74 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 9.22% | 14.09% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0671% | 0.0230% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0583% | 0.0120% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 6.36% | 13.58% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 4.64% | 3.59% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 6.72% | 15.09% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | 9.54% | 10.26% | |
| | Last 5 Years | 8.73% | 10.11% | |
| | Last 10 Years | 9.87% | 9.76% | |
| | Since Launch of the scheme (1st April, 2008) | 9.63% | 9.85% | |

* Declared NAV; Returns calculated based on declared NAV

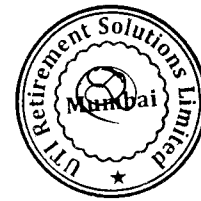


1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 10.50% ILFS FIN. SER. 17/09/2018 | 9.00 | 17-Dec-18 | 9.00 | 9.00 |
| 2 | 9.54% ILFS FIN. SER. LTD. 28/09/2022 | 10.00 | 28-Dec-18 | 10.00 | 10.00 |
| 3 | 8.50% ILFS FIN. SER. LTD. 30/09/2026 | 5.00 | 01-Jan-19 | 5.00 | 5.00 |
| 4 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 20.00 | 06-Mar-19 | 20.00 | 20.00 |
| 5 | 8.68% ILFS FIN. SER. LTD. 05/12/2026 | 10.00 | 06-Mar-19 | 10.00 | 10.00 |
| 6 | 10.30% ILFS 28/12/2021 | 15.00 | 28-Mar-19 | 15.00 | 15.00 |
| 7 | 9.55% ILFS FIN. SER. 28/02/2023 | 10.00 | 28-May-19 | 10.00 | 10.00 |
| 8 | 8.90% ILFS FIN. SER. LTD. 26/03/2021 | 5.00 | 28-Jun-19 | 5.00 | 5.00 |
| 9 | 8.65% ILFS FIN. SER. LTD. 18/07/2021 | 15.00 | 18-Oct-19 | 15.00 | 15.00 |
| 10 | 8.75% ILFS FIN. SER. LTD. 31/07/2021 | 10.00 | 01-Nov-19 | 10.00 | 10.00 |
| 11 | 10.15% ILFS FIN SER 29/06/2022 | 15.00 | 29-Sep-19 | 15.00 | 15.00 |
| 12 | 8.75% ILFS FIN. SER. LTD. 14/08/2026 | 10.00 | 16-Nov-19 | 10.00 | 10.00 |
| 13 | 8.51% ILFS FIN. SER. LTD. 11/09/2026 | 14.00 | 12-Dec-19 | 14.00 | 14.00 |
| TOTAL | | 148.00 | | 148.00 | 148.00 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 9.98% ILFS 05/12/2018 | 10.00 | 05-Mar-19 | 10.00 | 10.00 |
| 2 | 9.00% ILFS 28/12/2024 | 5.00 | 29-Mar-19 | 5.00 | 5.00 |
| 3 | 9.82% ILFS 24/01/2022 | 10.00 | 24-Apr-19 | 10.00 | 10.00 |
| 4 | 8.30% ILFS 24/01/2023 | 20.00 | 24-Apr-19 | 20.00 | 20.00 |
| 5 | 9.95% ILFS 04/02/2019 | 5.00 | 04-May-19 | 5.00 | 5.00 |
| 6 | 9.70% ILFS 22/02/2021 | 10.00 | 22-May-19 | 10.00 | 10.00 |
| 7 | 9.68% ILFS 25/07/2021 | 10.00 | 25-Oct-19 | 10.00 | 10.00 |
| 8 | 8.06% ILFS 11/05/2022 | 15.00 | 11-Aug-19 | 15.00 | 15.00 |
| 9 | 9.55% ILFS 13/08/2024 | 10.00 | 13-Nov-19 | 10.00 | 10.00 |
| 10 | 8.69% ILFS 25/08/2025 | 10.00 | 26-Nov-19 | 10.00 | 10.00 |
| TOTAL | | 105.00 | | 105.00 | 105.00 |





UTI Retirement Solutions Limited

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme State Govt.

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme State Government (SG) (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

We draw attention to the following matters in the notes to financial statements:

- a. As on March 31, 2022, Rs.1,13,54,30,184.01 is lying with the trustee bank (Previous Year: Rs.2,39,69,68,200), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of these matters.



Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

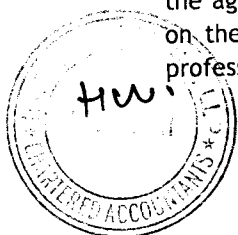
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000257

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

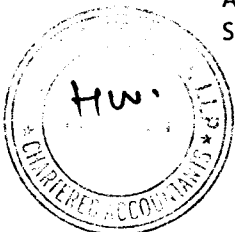
We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000258

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
- b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048



Sumant Sakhardande

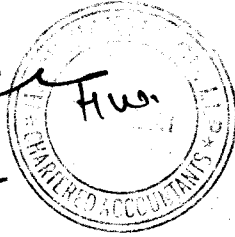
Partner

Membership No. 034828

UDIN: 22034828 ALOX LN 7617

Place: Mumbai

Date : 24th JUNE 2022



000259

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - STATE GOVT
BALANCE SHEET AS AT MARCH 31, 2022


| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 37190 63 48 783 | 32124 74 29 117 |
| Reserves and Surplus | 2 | 82656 54 91 019 | 64920 83 28 785 |
| Current Liabilities and Provisions | 3 | 46 53 90 427 | 78 68 22 690 |
| Total | | 119893 72 30 229 | 97124 25 80 592 |
| Assets | | | |
| Investments | 4 | 117766 53 50 290 | 95400 93 79 703 |
| Deposits | 5 | - | 8 25 93 500 |
| Other Current Assets | 6 | 2127 18 79 939 | 1715 06 07 389 |
| Total | | 119893 72 30 229 | 97124 25 80 592 |
| (a) Net assets as per Balance Sheets | | 119847 18 39 802 | 97045 57 57 902 |
| (b) Number of units outstanding | | 3719 06 34 878 | 3212 47 42 912 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

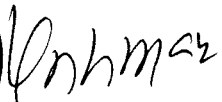
This is the Balance Sheet referred to in our report of even date.

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

For UTI Retirement Solutions Ltd.


Sumant Sakhardande
Partner
Membership No.: 034828


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 24th JUNE 2022
Place: Mumbai

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

Date: 24th JUNE 2022
Place: Mumbai

24th JUNE 2022

Shri Dinesh Kumar Mehrotra



MUMBAI

000260

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - STATE GOVT
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

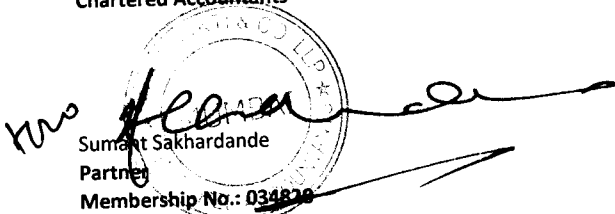
| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 191 76 46 961 | 142 88 28 479 |
| Interest | | 6302 73 73 119 | 5058 12 87 049 |
| Profit on sale/redemption of investments | | 762 22 53 485 | 327 69 12 474 |
| Profit on inter-scheme transfer/sale of investments | | - | 20 06 51 059 |
| Unrealized gain on appreciation in investments | | 2591 72 33 559 | 6200 83 07 014 |
| Other income | | 121 | 4 73 101 |
| - Miscellaneous Income | | | |
| Total Income (A) | | 9848 45 07 245 | 11749 64 59 176 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 2895 70 67 898 | 352 87 70 528 |
| Loss on sale/redemption of investments | | 60 88 38 402 | 85 83 41 388 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 63 34 83 295 | 10 17 28 386 |
| NPS Trust fees | | 5 43 21 173 | 4 22 60 047 |
| Custodian fees (including GST) | | 3 49 60 347 | 2 77 15 669 |
| Depository and settlement charges (including GST) | | 68 70 664 | 52 74 505 |
| Stamp Duty on Bond/Mutual Fund | | - | 1 71 11 400 |
| CRA Fees | | 5 94 737 | 4 94 004 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (5 94 737) | (4 94 004) |
| Provision for Non-Performing Assets | | - | 18 45 00 000 |
| Other Expenses | | - | - |
| Total Expenditure (B) | | 3029 55 41 779 | 476 57 01 923 |
| Surplus/(Deficit) for the year (A-B) | | 6818 89 65 466 | 11273 07 57 253 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 303 98 34 339 | (5847 95 36 486) |
| Less: Amount transferred (to) / from General Reserve | | (7122 87 99 805) | (5425 12 20 767) |
| 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.

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034820

24th JUNE 2022

Date:
Place: Mumbai

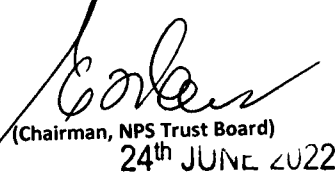
For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Intaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
24th JUNE 2022

Date:
Place: Mumbai

Shri Dinesh Kumar [Signature]



Sashi Krishnan
(Chief Executive Officer, NPS Trust)

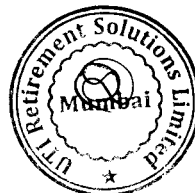
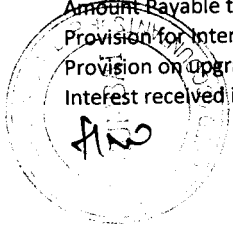
24th JUNE 2022

MUMBAI

000261

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - STATE GOVT
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 32124 74 29 117 | 26774 10 06 709 |
| Add :Units issued during the year | 5471 25 45 673 | 5594 63 22 351 |
| Less: Units redeemed during the year | (405 36 26 007) | (243 98 99 943) |
| Outstanding at the end of the year | 37190 63 48 783 | 32124 74 29 117 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 3212 47 42 912 | 2677 41 00 671 |
| Add :Units issued during the year | 547 12 54 567 | 559 46 32 235 |
| Less: Units redeemed during the year | (40 53 62 601) | (24 39 89 994) |
| Outstanding units at the end of the year | 3719 06 34 878 | 3212 47 42 912 |
| <hr/> | | |
| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 37775 25 94 492 | 27729 18 04 279 |
| Add: Premium on Units issued | 11795 05 20 000 | 10512 71 59 428 |
| Less: Premium on Units redeemed | (878 23 23 232) | (466 63 69 215) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 48692 07 91 260 | 37775 25 94 492 |
| General Reserve | | |
| Opening Balance | 18968 09 34 510 | 13542 97 13 743 |
| Add: Transfer from Revenue Account | 7122 87 99 805 | 5425 12 20 767 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 26090 97 34 315 | 18968 09 34 510 |
| Unrealised Appreciation Account | | |
| Opening Balance | 8177 47 99 783 | 2329 52 63 297 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (303 98 34 339) | 5847 95 36 486 |
| Closing Balance | 7873 49 65 444 | 8177 47 99 783 |
| Total | 82656 54 91 019 | 64920 83 28 785 |
| <hr/> | | |
| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 7 09 82 977 | 4 16 51 508 |
| Book Overdraft | - | - |
| Redemption Payable | 17 35 62 554 | 13 52 92 532 |
| TDS Payable | 51 44 896 | 8 19 244 |
| Contracts for purchase of investments | - | 60 90 59 406 |
| Amount Payable to Other Schemes | 21 57 00 000 | - |
| Provision for Interest overdue | - | - |
| Provision on Upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 46 53 90 427 | 78 68 22 690 |



000262

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - STATE GOVT
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 16734 42 07 244 | 13721 28 66 277 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 32594 94 33 604 | 30302 90 57 291 |
| Central and State Government Securities (including treasury bills) | 62896 77 21 281 | 48084 98 08 746 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 5540 39 88 161 | 3291 76 47 389 |
| Non Convertible Debentures classified as NPA | 182 60 00 000 | 258 96 00 000 |
| Less: Provision on Non performing investment | (182 60 00 000) | (258 96 00 000) |
| Total | 117766 53 50 290 | 95400 93 79 703 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 8 25 93 500 |
| Total | - | 8 25 93 500 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 64 82 93 500 | 84 98 060 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 36 36 77 521 | 36 36 77 521 |
| Less: Provision for interest on Non-Performing Investment | (36 36 77 521) | (36 36 77 521) |
| Outstanding and accrued income | 2059 71 71 534 | 1667 74 92 801 |
| Dividend Receivable | 2 62 21 109 | 6 22 07 770 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | 1 93 796 | 40 24 08 758 |
| Sundry Debtors | 162 16 00 000 | 85 80 00 000 |
| Redemption receivable on Non performing Investment | (162 16 00 000) | (85 80 00 000) |
| Less: Provision for Non Performing Investment | - | - |
| Total | 2127 18 79 939 | 1715 06 07 389 |



000263

NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme - State Govt.

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.

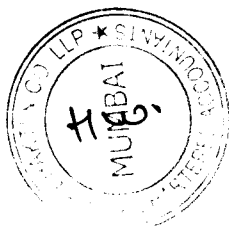


000264

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 as amended from time to time to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. Transactions for purchase or sale of Investments in Government securities, Non-Convertible Bonds / Debentures, Equity shares, Fixed

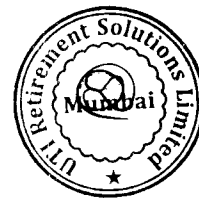
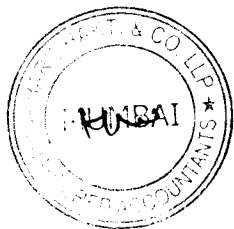


Deposits and Mutual Funds units are recognized as of the trade date except in case of subscriptions to Private/Public Offerings of debts which are recognized on allotment.

- d. Rights / Bonus entitlements, if any, are accounted on ex-right/ ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



- iv) Only Puttable Bonds (single/multiple put options), which are puttable by the investor, are valued at highest value on each put option date.
- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

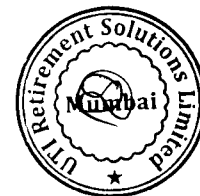
Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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

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



000269

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. 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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

- i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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:-



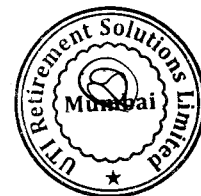
000270

- i) 100% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis.
 - e. Profit /Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
- 9. Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.



10. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 37190611527.1616 and the balance 23350.8752 have been identified as residual units with CRA

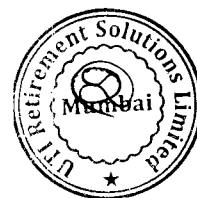
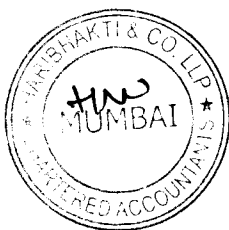
Total 57515.7628 Units are lying in the name of "State Govt. Suspense PRAN" & "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.0102% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 63,34,83,295. (Previous Year ₹ 10,17,28,386).



000272

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 5,43,21,173 | ₹ 4,22,60,047 |

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|-------|-----------|-------|---------------|-------|-----------|-------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 67,236.35 | 61.86 | 42,796.56 | 39.38 | 68,090.85 | 80.52 | 46,039.09 | 54.44 |

- H. The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 14,411.94 Crores. (Previous Year ₹ 14,225.35 Crores)

- I. **Net Asset Value:**

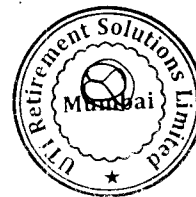
| Current Year | Previous Year |
|------------------------|------------------------|
| As on 31st March, 2022 | As on 31st March, 2021 |
| ₹ 32.2250 | ₹ 30.2089 |

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

| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 9,848.45 | 9.06 | 3,029.55 | 2.79 | 11,749.65 | 13.89 | 476.57 | 0.56 |

- K. **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.



L. Income Taxes:

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

M. 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 31st March, 2022 is as under:

₹ in Crores

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value | 344.76 | 344.76 |
| Provision for NPA | 344.76 | 344.76 |
| Carrying Cost | - | - |
| Market Value*** | - | - |
| % of NPA (Gross) to AUM | 0.29 | 0.36 |

*** Investment is not traded, hence market value is not ascertainable.

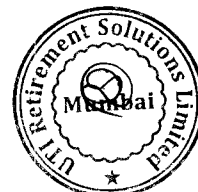
**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

N. Contingent liability as on 31st March, 2022 is ₹ 18,15,29,513 towards uncalled amount of ₹ 401.25 per shares on 4,52,410 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 26,90,75,934).

O. Details of Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest as on 31st March, 2022 is ₹ NIL. (Previous Year ₹ Nil)

P. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.

Q. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:



000274

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 41,179.41 | ₹ 3,247.23 | ₹ 44,793.51 | ₹ 2,431.23 |

R. **Portfolio:** Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.

S. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.

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


For Haribhakti & Co. LLP

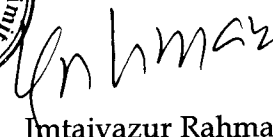
For UTI Retirement Solutions Ltd.

Chartered Accountants

FRN.: 103523W/W100048

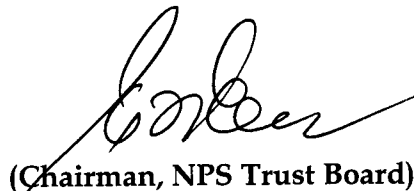

Sumant Sakhardande
Partner
M. No. - 034828



Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261
Date : 19/04/2022
Place : Mumbai


Intaiyazur Rahman
Chairman & Director
DIN: 01818725

Date : 24th JUNE 2022
Place : Mumbai

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)
Date : 24th JUNE 2022
Place : Mumbai


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

Shri Dinesh Kumar [Signature]



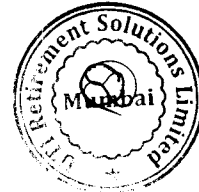
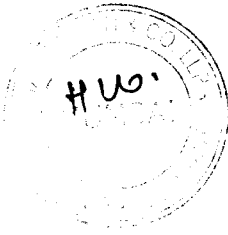
24th JUNE 2022
MUMBAI

000275

ANNEXURE A

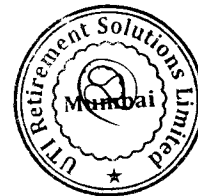
Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------|-------------|------------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 1,83,70,516 | 13,41,59,87,835 | 1.12 | 8.02 |
| HDFC BANK LTD. | 67,60,578 | 9,94,04,15,862 | 0.83 | 5.94 |
| STATE BANK OF INDIA | 1,35,08,564 | 6,66,71,51,762 | 0.56 | 3.98 |
| AXIS BANK LTD. | 84,71,407 | 6,44,80,11,438 | 0.54 | 3.85 |
| KOTAK MAHINDRA BANK LTD. | 31,23,808 | 5,47,86,90,661 | 0.46 | 3.27 |
| INDUSIND BANK LTD. | 17,91,233 | 1,67,55,19,348 | 0.14 | 1.00 |
| BANK OF BARODA | 42,41,911 | 47,33,97,268 | 0.04 | 0.28 |
| IDFC BANK LIMITED | 31,02,982 | 12,31,88,385 | 0.01 | 0.07 |
| YES BANK | 14,76,775 | 1,81,64,333 | 0.00 | 0.01 |
| PUNJAB NATIONAL BANK | 3,88,806 | 1,36,27,650 | 0.00 | 0.01 |
| | | 44,25,41,54,542 | 3.70 | 26.43 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 77,30,202 | 14,74,03,35,684 | 1.23 | 8.81 |
| HCL TECHNOLOGIES LIMITED | 16,35,946 | 1,90,38,32,158 | 0.16 | 1.14 |
| WIPRO LTD. | 29,66,225 | 1,75,57,08,578 | 0.15 | 1.05 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 89,400 | 32,07,44,850 | 0.03 | 0.19 |
| | | 18,72,06,21,270 | 1.57 | 11.19 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 50,97,965 | 13,43,18,63,284 | 1.12 | 8.03 |
| | | 13,43,18,63,284 | 1.12 | 8.03 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 18,87,898 | 7,06,06,44,125 | 0.59 | 4.22 |
| TECH MAHINDRA LTD. | 15,35,090 | 2,30,17,90,701 | 0.19 | 1.38 |
| | | 9,36,24,34,826 | 0.78 | 5.60 |



000276

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------------------------------------------|--------------|------------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 31,63,00,000 | 32,38,13,64,043 | 2.70 | 9.91 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 12,95,80,000 | 13,67,20,61,802 | 1.14 | 4.18 |
| POWER FINANCE CORPORATION LTD. | 10,95,60,000 | 11,51,06,04,327 | 0.96 | 3.52 |
| HOUSING AND URBAN DEVELOPMENT CORPORATION | 8,54,90,000 | 9,14,08,50,253 | 0.76 | 2.80 |
| EXPORT IMPORT BANK OF INDIA | 5,64,30,000 | 5,97,69,04,902 | 0.50 | 1.83 |
| HDB FINANCIAL SERVICES LTD. | 2,13,50,000 | 2,26,24,22,015 | 0.19 | 0.69 |
| BAJAJ FINANCE LIMITED | 1,35,00,000 | 1,35,74,51,550 | 0.11 | 0.42 |
| NATIONAL HOUSING BANK | 96,00,000 | 99,41,03,320 | 0.08 | 0.30 |
| SHRIRAM TRANSPORT FINANCE CO. LTD. | 10,00,000 | 10,11,04,800 | 0.01 | 0.03 |
| INDIAN RENEWABLE ENERGY DEVELOPMENT AGENCY LTD. | 9,50,000 | 9,84,75,005 | 0.01 | 0.03 |
| INDIA INFRASTRUCTURE FINANCE CO. LTD. | 5,00,000 | 6,02,30,150 | 0.01 | 0.02 |
| | | 77,55,55,72,167 | 6.47 | 23.73 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| AXIS BANK LTD. | 28,70,30,000 | 30,09,84,43,728 | 2.51 | 9.21 |
| ICICI BANK LTD. | 20,08,60,000 | 20,39,84,63,652 | 1.70 | 6.24 |
| HDFC BANK LTD. | 7,59,10,000 | 7,97,32,17,684 | 0.67 | 2.44 |
| IDFC BANK LIMITED | 1,53,40,000 | 1,56,84,33,394 | 0.13 | 0.48 |
| YES BANK | 47,00,000 | 43,94,84,820 | 0.04 | 0.13 |
| PUNJAB NATIONAL BANK | 9,00,000 | 9,44,13,960 | 0.01 | 0.03 |
| ING VYSYA BANK LTD. | 7,00,000 | 7,18,66,060 | 0.01 | 0.02 |
| | | 60,64,43,23,298 | 5.07 | 18.55 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 21,46,30,000 | 22,15,07,42,769 | 1.85 | 6.78 |
| LIC HOUSING FINANCE LTD. | 16,31,40,000 | 17,06,68,75,595 | 1.42 | 5.22 |
| PNB HOUSING FINANCE LIMITED | 25,00,000 | 25,07,62,250 | 0.02 | 0.08 |
| | | 39,46,83,80,614 | 3.29 | 12.08 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 27,67,30,000 | 28,73,88,08,985 | 2.40 | 8.80 |
| | | 28,73,88,08,985 | 2.40 | 8.80 |
| CONSTRUCTION AND MAINTENANCE OF MOTORWAYS, STREETS, ROADS, OTHER VEHICULAR AND PEDESTRIAN WAYS, HIGHWAYS, BRIDGES, TUNNELS AND SUBWAYS | | | | |
| NATIONAL HIGHWAYS AUTHORITY OF INDIA | 26,69,20,000 | 27,45,51,42,791 | 2.29 | 8.40 |
| | | 27,45,51,42,791 | 2.29 | 8.40 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 19,95,90,000 | 20,16,97,38,175 | 1.68 | 6.17 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 5,87,50,000 | 5,91,84,08,433 | 0.49 | 1.81 |
| TATA POWER CO. LTD. | 5,00,000 | 5,10,67,000 | 0.00 | 0.02 |
| | | 26,13,92,13,608 | 2.17 | 8.00 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 16,59,00,000 | 17,50,32,45,065 | 1.46 | 5.36 |
| | | 17,50,32,45,065 | 1.46 | 5.36 |



000277

| Key Statistics | | | | |
|----------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – State Govt. | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 30.2634 | 26.1987 | Closing NAV as on 1st April of the Current F Y |
| | High | 32.2488 | 30.3225 | Highest NAV during the F Y |
| | Low | 30.2117 | 25.9033 | Lowest NAV during the F Y |
| | End | 32.2250 | 30.2089 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 1,19,84,718.40 | 97,04,557.58 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 1,08,68,613.52 | 84,56,227.64 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 9.06% | 13.89% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0671% | 0.0230% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0120% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 6.27% | 13.33% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 3.43% | 3.26% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 6.67% | 14.93% | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | 9.51% | 10.23% | |
| | Last 5 Years | 8.67% | 10.04% | |
| | Last 10 Years | 9.92% | 9.86% | |
| | Since Launch of the scheme (25th June, 2009) | 9.59% | 9.85% | |

* Declared NAV; Returns calculated based on declared NAV

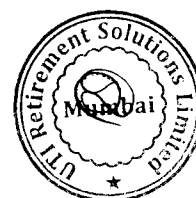


1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 10.50% ILFS FIN. SER. 17/09/2018 | 10.00 | 17-Dec-18 | 10.00 | 10.00 |
| 2 | 9.65% ILFS FIN SER 18/09/2019 | 20.00 | 18-Dec-18 | 20.00 | 20.00 |
| 3 | 9.54% ILFS FIN. SER. LTD. 28/09/2022 | 5.00 | 28-Dec-18 | 5.00 | 5.00 |
| 4 | 8.50% ILFS FIN. SER. LTD. 30/09/2026 | 20.00 | 01-Jan-19 | 20.00 | 20.00 |
| 5 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 22.00 | 06-Mar-19 | 22.00 | 22.00 |
| 6 | 8.68% ILFS FIN. SER. LTD. 05/12/2026 | 10.00 | 06-Mar-19 | 10.00 | 10.00 |
| 7 | 10.30% ILFS 28/12/2021 | 14.36 | 28-Mar-19 | 14.36 | 14.36 |
| 8 | 9.55% ILFS FIN. SER. 28/02/2023 | 5.00 | 28-May-19 | 5.00 | 5.00 |
| 9 | 10.30% ILFS FIN SER 22/03/2022 | 15.00 | 22-Jun-19 | 15.00 | 15.00 |
| 10 | 8.75% ILFS FIN. SER. LTD. 28/03/2023 | 28.00 | 28-Jun-19 | 28.00 | 28.00 |
| 11 | 8.90% ILFS FIN. SER. LTD. 26/03/2021 | 20.00 | 28-Jun-19 | 20.00 | 20.00 |
| 12 | 8.65% ILFS FIN. SER. LTD. 18/07/2021 | 10.00 | 18-Oct-19 | 10.00 | 10.00 |
| 13 | 8.75% ILFS FIN. SER. LTD. 31/07/2021 | 15.00 | 01-Nov-19 | 15.00 | 15.00 |
| 14 | 10.15% ILFS FIN SER 29/06/2022 | 10.00 | 29-Sep-19 | 10.00 | 10.00 |
| 15 | 8.75% ILFS FIN. SER. LTD. 14/08/2026 | 15.00 | 16-Nov-19 | 15.00 | 15.00 |
| 16 | 8.51% ILFS FIN. SER. LTD. 11/09/2026 | 10.00 | 12-Dec-19 | 10.00 | 10.00 |
| TOTAL | | 229.36 | | 229.36 | 229.36 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 9.98% ILFS 05/12/2018 | 9.80 | 05-Mar-19 | 9.80 | 9.80 |
| 2 | 9.00% ILFS 28/12/2024 | 10.00 | 29-Mar-19 | 10.00 | 10.00 |
| 3 | 8.75% ILFS 23/01/2025 | 10.00 | 23-Apr-19 | 10.00 | 10.00 |
| 4 | 8.30% ILFS 24/01/2023 | 25.00 | 24-Apr-19 | 25.00 | 25.00 |
| 5 | 9.95% ILFS 04/02/2019 | 15.00 | 04-May-19 | 15.00 | 15.00 |
| 6 | 9.70% ILFS 22/02/2021 | 4.00 | 22-May-19 | 4.00 | 4.00 |
| 7 | 8.90% ILFS 15/03/2021 | 7.00 | 15-Jun-19 | 7.00 | 7.00 |
| 8 | 8.06% ILFS 11/05/2022 | 10.00 | 11-Aug-19 | 10.00 | 10.00 |
| 9 | 9.50% ILFS 28/07/2024 | 5.00 | 29-Oct-19 | 5.00 | 5.00 |
| 10 | 9.55% ILFS 13/08/2024 | 5.00 | 13-Nov-19 | 5.00 | 5.00 |
| 11 | 8.69% ILFS 25/08/2025 | 14.60 | 26-Nov-19 | 14.60 | 14.60 |
| TOTAL | | 115.40 | | 115.40 | 115.40 |





UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Ltd.
Scheme NPS Lite – Govt. Pattern

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

Registered Office:

UTI Towers 'Gn' – Block
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400051

Corporate Office:

First Floor, Unit No. 2,
Block 'B', JVPD Scheme,
Gulmohar Cross Road No. 9,
Andheri (West), Mumbai – 400049.
Phone: 022 – 68990800

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme NPS LITE - Government Pattern (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.7,57,944.00 is lying with the trustee bank (Previous Year: Rs.42,62,059), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000281

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

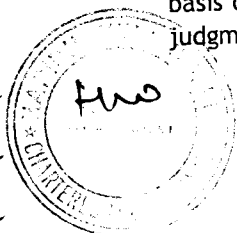
The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with NPS Trust is responsible for the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the Scheme in accordance with the accounting principles generally accepted in India, including the Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000282

HARIBHAKTI & CO. LLP

Chartered Accountants

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000283

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

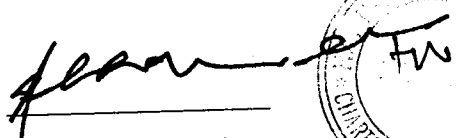
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande
Partner



Membership No. 034828

UDIN: 22034828ALXGF6502

Place: Mumbai

Date : 24th JUNE 2022


000284

NATIONAL PENSION SYSTEM TRUST
NPS TRUST A/C - UTI RETIREMENT SOLUTIONS LIMITED - NPS LITE SCHEME - GOVT PATTERN
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 445 44 07 890 | 441 92 25 155 |
| Reserves and Surplus | 2 | 894 04 97 842 | 799 61 14 671 |
| Current Liabilities and Provisions | 3 | 43 62 175 | 53 52 533 |
| Total | | 1339 92 67 907 | 1242 06 92 359 |
| Assets | | | |
| Investments | 4 | 1316 46 81 124 | 1220 42 53 207 |
| Deposits | 5 | - | 5 07 000 |
| Other Current Assets | 6 | 23 45 86 783 | 21 59 32 152 |
| Total | | 1339 92 67 907 | 1242 06 92 359 |
| (a) Net assets as per Balance Sheets | | 1339 49 05 732 | 1241 53 39 826 |
| (b) Number of units outstanding | | 44 54 40 789 | 44 19 22 515 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants



Suman Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai


For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date:
Place: Mumbai

Shri Dinesh Kumar


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI



000285

NATIONAL PENSION SYSTEM TRUST
NPS TRUST A/C - UTI RETIREMENT SOLUTIONS LIMITED - NPS LITE SCHEME - GOVT PATTERN
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022


| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 2 37 81 137 | 2 12 19 494 |
| Interest | | 78 30 55 419 | 71 51 32 307 |
| Profit on sale/redemption of investments | | 17 49 37 896 | 14 56 16 404 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 24 96 00 439 | 81 28 35 145 |
| Other income | | | |
| - Miscellaneous Income | | 14 | 6 306 |
| Total Income (A) | | 123 13 74 905 | 169 48 09 656 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 34 38 01 034 | 5 17 16 763 |
| Loss on sale/redemption of investments | | 21 96 594 | 1 30 79 873 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 75 99 675 | 14 05 618 |
| NPS Trust fees | | 6 51 182 | 5 83 923 |
| Custodian fees (including GST) | | 4 16 986 | 3 76 949 |
| Depository and settlement charges (including GST) | | 73 063 | 66 176 |
| Stamp Duty on Bond/Mutual Fund | | - | 1 38 793 |
| CRA Fees | | 1 87 68 736 | 2 29 45 394 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (1 87 68 736) | (2 29 45 394) |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | 19 |
| Total Expenditure (B) | | 35 47 38 534 | 6 73 68 114 |
| Surplus/(Deficit) for the year (A-B) | | 87 66 36 371 | 162 74 41 542 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 9 42 00 595 | (76 11 18 382) |
| Less: Amount transferred (to) / from General Reserve | | (97 08 36 966) | (86 63 23 160) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Bahram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

24th JUNE 2022

Date:
Place: Mumbai

Sashi Dinesh Kumar Mehrotra


Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

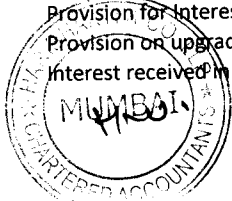


000286

NATIONAL PENSION SYSTEM TRUST
NPS TRUST A/C - UTI RETIREMENT SOLUTIONS LIMITED - NPS LITE SCHEME - GOVT PATTERN
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 441 92 25 155 | 433 56 38 461 |
| Add :Units issued during the year | 17 22 99 864 | 18 75 50 244 |
| Less: Units redeemed during the year | (13 71 17 129) | (10 39 63 550) |
| Outstanding at the end of the year | 445 44 07 890 | 441 92 25 155 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 44 19 22 515 | 43 35 63 846 |
| Add :Units issued during the year | 1 72 29 986 | 1 87 55 024 |
| Less: Units redeemed during the year | (1 37 11 713) | (1 03 96 355) |
| Outstanding units at the end of the year | 44 54 40 789 | 44 19 22 515 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 246 51 57 340 | 232 78 15 477 |
| Add: Premium on Units issued | 33 40 59 052 | 31 28 56 686 |
| Less: Premium on Units redeemed | (26 63 12 252) | (17 55 14 823) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 253 29 04 140 | 246 51 57 340 |
| General Reserve | | |
| Opening Balance | 416 55 60 499 | 329 92 37 339 |
| Add: Transfer from Revenue Account | 97 08 36 966 | 86 63 23 160 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 513 63 97 465 | 416 55 60 499 |
| Unrealised Appreciation Account | | |
| Opening Balance | 136 53 96 832 | 60 42 78 450 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (9 42 00 595) | 76 11 18 382 |
| Closing Balance | 127 11 96 237 | 136 53 96 832 |
| Total | 894 04 97 842 | 799 61 14 671 |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 7 98 151 | 5 43 055 |
| Book Overdraft | - | - |
| Redemption Payable | 35 06 238 | 47 98 894 |
| TDS Payable | 57 786 | 10 584 |
| Contracts for purchase of investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 43 62 175 | 53 52 533 |



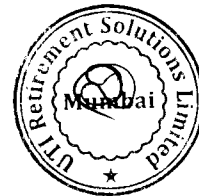
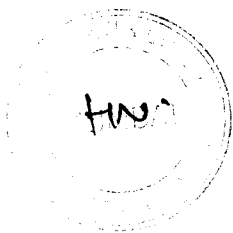
000287

NATIONAL PENSION SYSTEM TRUST
NPS TRUST A/C - UTI RETIREMENT SOLUTIONS LIMITED - NPS LITE SCHEME - GOVT PATTERN
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 190 27 34 981 | 174 39 20 924 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 407 06 85 651 | 390 75 31 643 |
| Central and State Government Securities (including treasury bills) | 669 63 00 055 | 627 57 68 985 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 49 49 60 437 | 27 70 31 655 |
| Non Convertible Debentures classified as NPA | - | 4 45 00 000 |
| Less: Provision on Non performing investment | - | (4 45 00 000) |
| Total | 1316 46 81 124 | 1220 42 53 207 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | 5 07 000 |
| Total | - | 5 07 000 |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | 5 07 001 | 2 57 546 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 61 43 426 | 61 43 426 |
| Less: Provision for interest on Non-Performing Investment | (61 43 426) | (61 43 426) |
| Outstanding and accrued income | 23 34 22 745 | 21 06 10 605 |
| Dividend Receivable | 1 56 684 | 5 44 806 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | 5 00 353 | 45 19 195 |
| Redemption receivable on Non performing Investment | 5 55 00 000 | 1 10 00 000 |
| Less: Provision for Non Performing Investment | (5 55 00 000) | (1 10 00 000) |
| Total | 23 45 86 783 | 21 59 32 152 |



000288

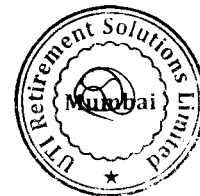
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Limited - NPS Lite Scheme - Govt. Pattern

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



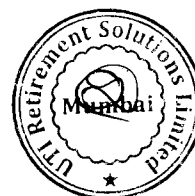
3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 4th October, 2010.
3. **Investment pattern to be followed as per PFRDA Regulations:**

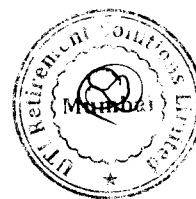
| Sr. No. | Investment Pattern | % of amount to be invested |
|---------|--------------------------|----------------------------|
| (i) | Government Securities | Upto 55 |
| (ii) | Debt Securities | Upto 45 |
| (iii) | Money Market instruments | Upto 10 |
| (iv) | Equity Shares | Upto 15 |

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

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. Transactions for purchase or sale of Investments in Government securities, Non-Convertible Bonds / Debentures, Equity shares, Fixed



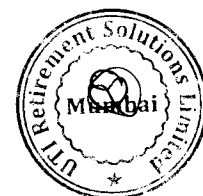
000291

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.

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

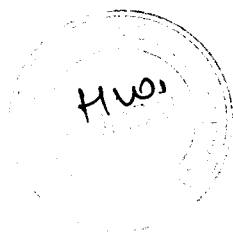
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



000293

- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

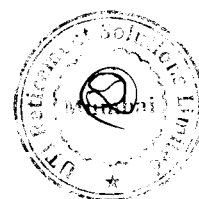
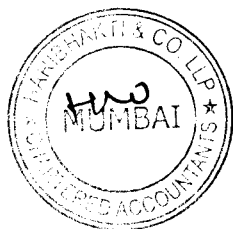
Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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



6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. **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.

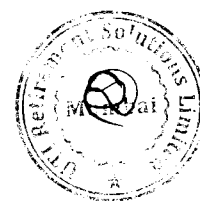
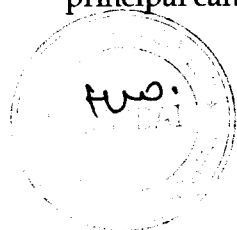
Re-schedulement of NPA:

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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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:-



000295

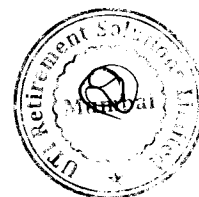
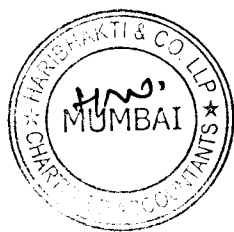
- i) 100% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit / Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

9. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.



10. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 445438665.7816 and the balance 2122.9451 have been identified as residual units with CRA.

Total 46.2090 Units are lying in the name of "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.0102% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 75,99,675. (Previous Year ₹ 14,05,618).



000297

- F. **NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 6,51,182 | ₹ 5,83,923 |

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|-------|--------|-------|---------------|-------|--------|-------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 493.31 | 37.88 | 371.13 | 28.50 | 561.04 | 48.04 | 435.92 | 37.33 |

- H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 177.53 Crores. (Previous Year ₹ 233.20 Crores).

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 30.0711 | ₹ 28.0939 |

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

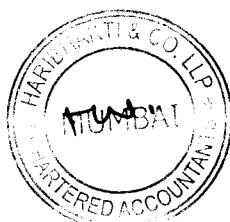
| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 123.14 | 9.45 | 35.47 | 2.72 | 169.48 | 14.51 | 6.74 | 0.58 |

- K. **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.

- L. **Income Taxes:**

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



000298

M. 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 31st March, 2022 is as under:

₹ in Crores

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value | 5.55 | 5.55 |
| Provision for NPA | 5.55 | 5.55 |
| Carrying Cost | - | - |
| Market Value*** | - | - |
| % of NPA (Gross) to AUM | 0.41 | 0.45 |

*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provision has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

N. Contingent liability as on 31st March, 2022 is ₹ 11,29,118 towards uncalled amount of ₹ 401.25 per shares on 2,814 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 48,13,682).

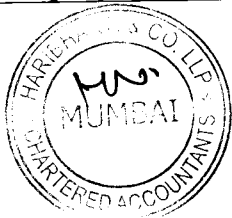
O. Details of Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest as on 31st March, 2022 is ₹ NIL. (Previous Year ₹ Nil)

P. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.

Q. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores

| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 350.54 | ₹ 49.50 | ₹ 368.73 | ₹ 27.70 |




000299

- R. Portfolio: Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.
- S. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.
- T. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

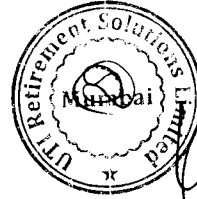
For Haribhakti & Co. LLP
Chartered Accountants
FRN.: 103523W/W100048




me,

Sumant Sakhardande
Partner
M. No. - 034828

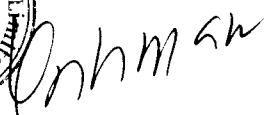
Date : 24th JUNE 2022
Place : Mumbai

For UTI Retirement Solutions Ltd.

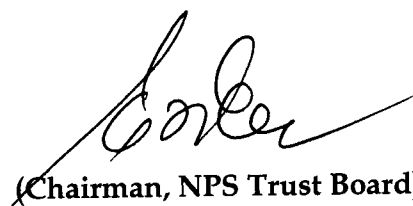



Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date : 19/04/2022
Place : Mumbai


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725


For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022
MUMBAI

000300

ANNEXURE A

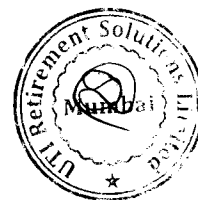
Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|---------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 2,12,752 | 15,53,72,786 | 1.16 | 8.17 |
| HDFC BANK LTD. | 77,208 | 11,35,22,783 | 0.85 | 5.97 |
| STATE BANK OF INDIA | 1,52,780 | 7,54,04,569 | 0.56 | 3.96 |
| AXIS BANK LTD. | 99,005 | 7,53,57,656 | 0.56 | 3.96 |
| KOTAK MAHINDRA BANK LTD. | 35,328 | 6,19,60,013 | 0.46 | 3.26 |
| INDUSIND BANK LTD. | 30,070 | 2,81,27,478 | 0.21 | 1.48 |
| BANK OF BARODA | 78,155 | 87,22,098 | 0.07 | 0.46 |
| IDFC BANK LIMITED | 81,204 | 32,23,799 | 0.02 | 0.17 |
| PUNJAB NATIONAL BANK | 20,125 | 7,05,381 | 0.01 | 0.04 |
| YES BANK | 22,800 | 2,80,440 | 0.00 | 0.01 |
| | | 52,26,77,003 | 3.90 | 27.48 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 90,582 | 17,27,26,287 | 1.29 | 9.08 |
| WIPRO LTD. | 35,000 | 2,07,16,500 | 0.15 | 1.09 |
| HCL TECHNOLOGIES LIMITED | 15,400 | 1,79,21,750 | 0.13 | 0.94 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 1,400 | 50,22,850 | 0.04 | 0.26 |
| | | 21,63,87,387 | 1.61 | 11.37 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 60,698 | 15,99,24,056 | 1.19 | 8.40 |
| | | 15,99,24,056 | 1.19 | 8.40 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 22,874 | 8,55,47,616 | 0.64 | 4.50 |
| TECH MAHINDRA LTD. | 21,199 | 3,17,86,841 | 0.24 | 1.67 |
| | | 11,73,34,457 | 0.88 | 6.17 |
| MANUFACTURE OF MEDICINAL SUBSTANCES USED IN THE MANUFACTURE OF PHARMACEUTICALS: ANTIBIOTICS, ENDOCRINE PRODUCTS, BASIC VITAMINS; OPIUM DERIVATIVES; SULPHA DRUGS; SERUMS AND PLASMAS; SALICYLIC ACID, ITS SALTS AND ESTERS; GLYCOSIDES AND VEGETABLE ALKAL | | | | |
| SUN PHARMACEUTICAL INDUSTRIES LTD. | 49,885 | 4,56,32,304 | 0.34 | 2.40 |
| CIPLA LTD. | 32,600 | 3,31,88,430 | 0.25 | 1.74 |
| DIVIS LABORATORIES LTD. | 3,700 | 1,62,87,585 | 0.12 | 0.86 |
| LUPIN LTD. | 2,020 | 15,09,041 | 0.01 | 0.08 |
| | | 9,66,17,360 | 0.72 | 5.08 |



000301

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------------------------------------------|-----------|---------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 35,00,000 | 36,04,18,950 | 2.69 | 8.85 |
| EXPORT IMPORT BANK OF INDIA | 19,70,000 | 21,21,32,902 | 1.58 | 5.21 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 16,40,000 | 17,20,59,877 | 1.28 | 4.23 |
| POWER FINANCE CORPORATION LTD. | 11,20,000 | 12,03,21,111 | 0.90 | 2.96 |
| HDB FINANCIAL SERVICES LTD. | 3,80,000 | 4,06,02,390 | 0.30 | 1.00 |
| | | 90,55,35,230 | 6.75 | 22.25 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 25,20,000 | 25,54,67,603 | 1.91 | 6.28 |
| AXIS BANK LTD. | 23,70,000 | 24,71,97,206 | 1.85 | 6.07 |
| IDFC BANK LIMITED | 4,70,000 | 4,79,20,976 | 0.36 | 1.18 |
| HDFC BANK LTD. | 3,30,000 | 3,49,94,784 | 0.26 | 0.86 |
| PUNJAB NATIONAL BANK | 80,000 | 83,92,352 | 0.06 | 0.21 |
| | | 59,39,72,921 | 4.44 | 14.60 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 31,50,000 | 31,74,68,184 | 2.37 | 7.80 |
| LIC HOUSING FINANCE LTD. | 24,30,000 | 25,64,73,575 | 1.91 | 6.30 |
| | | 57,39,41,759 | 4.28 | 14.10 |
| CONSTRUCTION AND MAINTENANCE OF MOTORWAYS, STREETS, ROADS, OTHER VEHICULAR AND PEDESTRIAN WAYS, HIGHWAYS, BRIDGES, TUNNELS AND SUBWAYS | | | | |
| NATIONAL HIGHWAYS AUTHORITY OF INDIA | 35,50,000 | 35,57,11,455 | 2.66 | 8.74 |
| | | 35,57,11,455 | 2.66 | 8.74 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 32,30,000 | 33,89,86,143 | 2.53 | 8.33 |
| | | 33,89,86,143 | 2.53 | 8.33 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 24,70,000 | 25,08,83,393 | 1.87 | 6.16 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 5,00,000 | 4,91,64,600 | 0.37 | 1.21 |
| TATA POWER CO. LTD. | 40,000 | 40,85,360 | 0.03 | 0.10 |
| | | 30,41,33,353 | 2.27 | 7.47 |
| TRANSMISSION OF ELECTRIC ENERGY | | | | |
| POWER GRID CORPORATION OF INDIA LTD. | 24,60,000 | 26,28,03,166 | 1.96 | 6.46 |
| | | 26,28,03,166 | 1.96 | 6.46 |



| Key Statistics | | | | |
|--------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions NPS Lite Scheme – Govt. Pattern | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 28.1486 | 24.2841 | Closing NAV as on 1st April of the Current F Y |
| | High | 30.0713 | 28.1852 | Highest NAV during the F Y |
| | Low | 28.0966 | 24.0549 | Lowest NAV during the F Y |
| | End | 30.0711 | 28.0939 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 1,33,949.06 | 1,24,153.40 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 1,30,239.15 | 1,16,790.57 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 9.45% | 14.51% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0671% | 0.0220% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0583% | 0.0120% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 6.73% | 13.93% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 6.01% | 5.59% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 7.04% | 15.27% | |
| | Last 3 Years | 9.54% | 10.17% | |
| | Last 5 Years | 8.75% | 10.06% | CAGR = ((1+ cumulative return) ⁿ - 1 (where n=365/no. of days) |
| | Last 10 Years | 9.97% | 10.13% | |
| | Since Launch of the scheme (4th October, 2010) | 10.05% | 10.34% | |

* Declared NAV; Returns calculated based on declared NAV

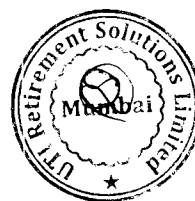


1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 10.50% ILFS FIN. SER. 17/09/2018 | 1.00 | 17-Dec-18 | 1.00 | 1.00 |
| 2 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 3.50 | 06-Mar-19 | 3.50 | 3.50 |
| 3 | 10.30% ILFS 28/12/2021 | 0.40 | 28-Mar-19 | 0.40 | 0.40 |
| 4 | 10.30% ILFS FIN SER 22/03/2022 | 0.55 | 22-Jun-19 | 0.55 | 0.55 |
| TOTAL | | 5.45 | | 5.45 | 5.45 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 9.98% ILFS 05/12/2018 | 0.10 | 05-Mar-19 | 0.10 | 0.10 |
| TOTAL | | 0.10 | | 0.10 | 0.10 |





UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Ltd. Scheme Atal Pension Yojana (APY)

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' – Block Bandra – Kurla Complex Bandra (East) Mumbai – 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai – 400049. Phone: 022 – 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme ATAL PENSION YOJANA (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i. in case of the Balance Sheet, of the state of affairs of the Scheme as at March 31, 2022;
- ii. in case of the Revenue Account, of the surplus of the Scheme for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Emphasis of Matter

As on March 31, 2022, Rs.6,02,66,803.94 is lying with the trustee bank (Previous Year: Rs.10,55,41,758), the units in respect of which have been allotted in the next financial year on the receipt of the funds by the PFM. Accordingly, the subscription received pending allotment as well as balances with bank are understated by the said amount.

Our opinion is not modified in respect of this matter.



000306

HARIBHAKTI & CO. LLP

Chartered Accountants

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:



000307

HARIBHAKTI & CO. LLP

Chartered Accountants

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

As required by the Schedule VII of the Regulations, we report that:

- a. We have obtained all the; information and explanations which to the best of our knowledge and belief were necessary for the purposes of our 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 PFRDA have been kept by PFM so far as it 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; and



000308

HARIBHAKTI & CO. LLP

Chartered Accountants

- e. In our opinion, the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards prescribed under section 133 of the Act read with relevant rules issued thereunder, to the extent made applicable by the Regulations;

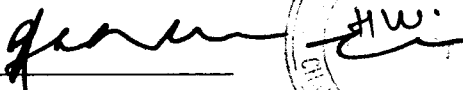
We further certify that:

- a. Investments are valued in accordance with the guidelines issued by PFRDA.
b. Transaction and claims/fee raised by different entities are in accordance with the prescribed fee. The CRA charges have been charged based on communication received from CRA.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W / W100048


Sumant Sakhardande

Partner

Membership No. 034828

UDIN: 22034828AL0X7J1257

Place: Mumbai

Date : 24th JUNE 2022

000300

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS LIMITED SCHEME – ATAL PENSION YOJANA
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | 3716 14 94 260 | 2976 22 01 110 |
| Reserves and Surplus | 2 | 3163 31 58 517 | 2201 99 44 196 |
| Current Liabilities and Provisions | 3 | 6 87 71 945 | 1 62 67 923 |
| Total | | 6886 34 24 722 | 5179 84 13 229 |
| Assets | | | |
| Investments | 4 | 6763 32 29 488 | 5093 30 30 111 |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | 123 01 95 234 | 86 53 83 118 |
| Total | | 6886 34 24 722 | 5179 84 13 229 |
| (a) Net assets as per Balance Sheets | | 6879 46 52 777 | 5178 21 45 306 |
| (b) Number of units outstanding | | 371 61 49 426 | 297 62 20 111 |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants





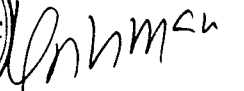
Sumant Sakharam Dande
Partner
Membership No. 034828

24th JUNE 2022

Date:
Place: Mumbai


For UTI Retirement Solutions Ltd.



Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra



Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

000310

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS LIMITED SCHEME – ATAL PENSION YOJANA
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022


| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | 10 46 14 706 | 7 21 76 538 |
| Interest | | 349 73 34 303 | 254 27 82 578 |
| Profit on sale/redemption of investments | | 23 05 58 637 | 17 85 08 533 |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | 145 14 50 366 | 319 47 03 725 |
| Other income | | | |
| - Miscellaneous Income | | 115 | 22 028 |
| Total Income (A) | | 528 39 58 127 | 598 81 93 402 |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | 161 28 17 406 | 24 24 27 765 |
| Loss on sale/redemption of investments | | 3 75 41 859 | 2 56 61 755 |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | 3 53 49 809 | 51 99 358 |
| NPS Trust fees | | 30 32 757 | 21 59 919 |
| Custodian fees (including GST) | | 19 98 459 | 14 40 882 |
| Depository and settlement charges (including GST) | | 4 11 567 | 3 25 382 |
| Stamp Duty on Bond/Mutual Fund | | - | 13 09 538 |
| CRA Fees | | 27 64 61 369 | 24 79 58 594 |
| Less: Amount recoverable on sale of units on account of CRA Charges | | (27 64 61 369) | (24 79 58 594) |
| Provision for Non-Performing Assets | | - | 15 00 000 |
| Other Expenses | | 30 | 11 |
| Total Expenditure (B) | | 169 11 51 887 | 28 00 24 610 |
| Surplus/(Deficit) for the year (A-B) | | 359 28 06 240 | 570 81 68 792 |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | 16 13 67 040 | (295 22 75 960) |
| Less: Amount transferred (to) / from General Reserve | | (375 41 73 280) | (275 58 92 832) |
| 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 Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034928

24th JUNE 2022

Date:
Place: Mumbai

For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261



Jmtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)
24th JUNE 2022

Date:
Place: Mumbai


Sashi Krishnan
Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

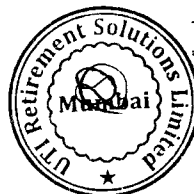
Shri Dinesh Kumar Mehrotra



300311

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS LIMITED SCHEME – ATAL PENSION YOJANA
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | 2976 22 01 110 | 2285 76 02 995 |
| Add :Units issued during the year | 888 26 34 902 | 793 45 06 539 |
| Less: Units redeemed during the year | (148 33 41 752) | (102 99 08 424) |
| Outstanding at the end of the year | 3716 14 94 260 | 2976 22 01 110 |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | 297 62 20 111 | 228 57 60 299 |
| Add :Units issued during the year | 88 82 63 490 | 79 34 50 654 |
| Less: Units redeemed during the year | (14 83 34 175) | (10 29 90 842) |
| Outstanding units at the end of the year | 371 61 49 426 | 297 62 20 111 |
| Schedule 2 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | 1191 48 82 367 | 728 41 20 578 |
| Add: Premium on Units issued | 723 14 05 404 | 532 16 24 817 |
| Less: Premium on Units redeemed | (121 09 97 323) | (69 08 63 028) |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | 1793 52 90 448 | 1191 48 82 367 |
| General Reserve | | |
| Opening Balance | 666 12 22 746 | 390 53 29 914 |
| Add: Transfer from Revenue Account | 375 41 73 280 | 275 58 92 832 |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | 1041 53 96 026 | 666 12 22 746 |
| Unrealised Appreciation Account | | |
| Opening Balance | 344 38 39 083 | 49 15 63 123 |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | (16 13 67 040) | 295 22 75 960 |
| Closing Balance | 328 24 72 043 | 344 38 39 083 |
| Total | 3163 31 58 517 | 2201 99 44 196 |
| Schedule 3 | | |
| | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | 40 92 968 | 22 27 525 |
| Book Overdraft | - | - |
| Redemption Payable | 6 43 82 679 | 1 39 95 884 |
| TDS Payable | 2 96 298 | 44 514 |
| Contracts for purchase of investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for Interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | 6 87 71 945 | 1 62 67 923 |



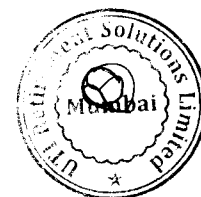
000312

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS LIMITED SCHEME – ATAL PENSION YOJANA
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | 951 65 31 990 | 711 00 15 690 |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | 1918 02 16 879 | 1497 97 69 788 |
| Central and State Government Securities (including treasury bills) | 3585 14 28 781 | 2727 09 47 655 |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | 308 50 51 838 | 157 22 96 978 |
| Non Convertible Debentures classified as NPA | 5 20 00 000 | 9 20 00 000 |
| Less: Provision on Non performing investment | (5 20 00 000) | (9 20 00 000) |
| Total | 6763 32 29 488 | 5093 30 30 111 |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | - | 4 38 130 |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | 93 80 316 | 93 80 316 |
| Less: Provision for interest on Non-Performing Investment | (93 80 316) | (93 80 316) |
| Outstanding and accrued income | 121 91 36 147 | 84 14 08 530 |
| Dividend Receivable | 10 48 153 | 34 49 425 |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | 1 00 10 934 | 2 00 87 033 |
| Sundry Debtors | 4 00 00 000 | - |
| Redemption receivable on Non performing Investment | (4 00 00 000) | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | 123 01 95 234 | 86 53 83 118 |



000313

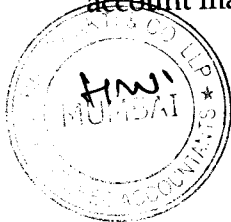
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Limited Scheme- Atal Pension Yojana

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



000314

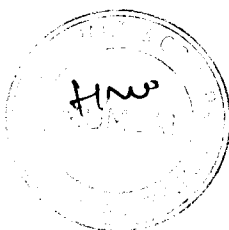
3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 4th June, 2015
3. **Investment pattern to be followed as per PFRDA Regulations:**

| Sr. No. | Investment Pattern | % of amount to be invested |
|---------|--------------------------|----------------------------|
| (i) | Government Securities | Upto 55 |
| (ii) | Debt Securities | Upto 45 |
| (iii) | Money Market instruments | Upto 10 |
| (iv) | Equity Shares | Upto 15 |

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.

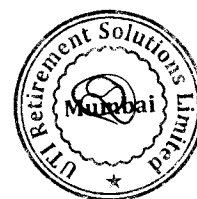
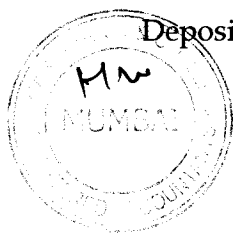


000315

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. 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



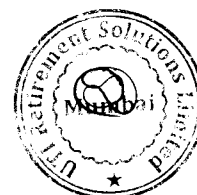
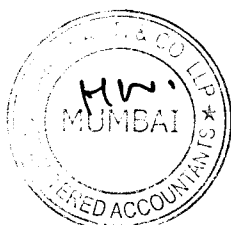
000316

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

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:

Equity:

- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
- ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



iii. **Right entitlement:**

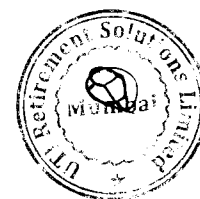
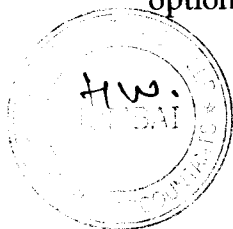
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



000318

- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

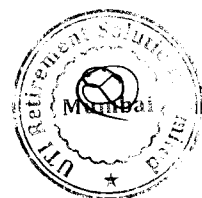
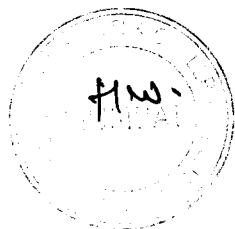
Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

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

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



000319

6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.

7. 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 re-classified as 'performing asset' if the next two coupons/ installments of principal, if applicable, is regularly serviced as re-scheduled.

Written-back of provisioning of interest: Upon reclassification of assets as 'performing asset'

i) In case an issuer has fully cleared all the arrears of interest, the interest provisions 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:-



000320

- i) 100% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter, where the provision of principal was made due to the interest defaults only.
- ii) 50% of the asset provided for in the books will be written back at the end of the 2nd calendar quarter and 25% after every subsequent quarter, where both principal and interest were in default earlier.

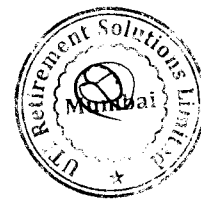
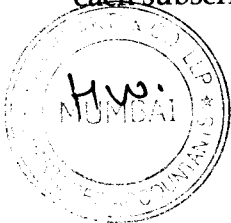
Further, PFRDA has specifically issued guideline for valuation of IL&FS bonds subsequent to down gradation of security to 'D' rating and accrual of daily interest vide their letter no. 1/16/2018-NPST/11514 dated 6th August, 2019.

8. Income Recognition:

- a. Dividend income is accrued on the "ex-dividend" date.
- b. Interest on interest - bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
- c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
- d. Interest on Fixed Deposits is accounted on accrual basis.
- e. Profit /Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.

9. Computation of Net Asset Value (NAV): The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.

10. Unit Premium Reserve: Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



000321

D. Unit Capital: Units are created and redeemed based on the intimation provided by Central Record Keeping Agency (CRA) and the same are reflected as Unit Capital and the net premium or discount to the face value is transferred to the Unit Premium Reserve.

Based on the confirmation from CRA the number of units as at the year end are 3716111004.8618 and the balance 38421.2000 have been identified as residual units with CRA.

Total 33.6487 Units are lying in the name of "UOS Suspense PRAN" maintained by CRA. As explained by CRA this is parking account for error rectification. The possible impact, if any, shall be known after completion of identification / reconciliation process.

E. Investment Management Fees: In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

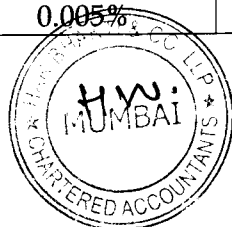
Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.0102% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ 3,53,49,809. (Previous Year ₹ 51,99,358).

F. NPS Trust Charges: The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ 30,32,757 | ₹ 21,59,919 |



000322

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

₹ in Crores

| Current Year | | | | Previous Year | | | |
|--------------|-------|----------|-------|---------------|--------|----------|-------|
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| 5,228.39 | 86.15 | 3,445.83 | 56.78 | 4,447.41 | 102.88 | 2,985.84 | 69.07 |

- H. The aggregate value of non-traded investments (other than Government Securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ 858.27 Crores. (Previous Year ₹ 638.36 Crores)

- I. **Net Asset Value:**

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 18.5123 | ₹ 17.3986 |

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

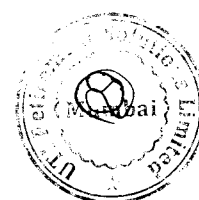
| Current Year | | | | Previous Year | | | |
|--------------|------|-------------|------|---------------|-------|-------------|------|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| 528.40 | 8.71 | 169.12 | 2.79 | 598.82 | 13.85 | 28.00 | 0.65 |

- K. **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.

- L. **Income Taxes:**

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



300323

M. 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 31st March, 2022 is as under:

₹ in Crores

| Particular | As on 31st March, 2022**** | As on 31st March, 2021**** |
|-------------------------|-------------------------------|-------------------------------|
| Book Value | 9.20 | 9.20 |
| Provision for NPA | 9.20 | 9.20 |
| Carrying Cost | - | - |
| Market Value*** | - | - |
| % of NPA (Gross) to AUM | 0.13 | 0.18 |

*** Investment is not traded, hence market value is not ascertainable.

**** As per board of director direction, 100% provisions has been made on IL&FS Limited and IL&FS Financial Services Limited (Refer Annexure C).

N. Contingent liability as on 31st March, 2022 is ₹ 1,04,39,321 towards uncalled amount of ₹ 401.25 per shares on 26,017 Partly Paid shares of Bharti Airtel Limited. (Previous Year ₹ 1,50,84,000).

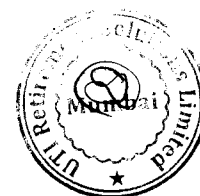
O. Details of Brokerage, custodial fees and other charges to entities where PFM or its subsidiaries or its major shareholders have substantial interest as on 31st March, 2022 is ₹ NIL. (Previous Year ₹ Nil).

P. As per PFRDA letter no. PFRDA/16/3/29/0118/2017-REG-PF-Part(1) dated 16th July, 2020, 'Govt. of India - Fully Serviced Bonds' are classified as Corporate Debt prior to 16th July, 2020 and fresh investments made post 16th July, 2020 are treated as Government Securities and Related Investments.

Q. Investment in associates and group companies: The Scheme has made following investment in the Associate and Group companies of the PFM:

₹ in Crores


| Name of Scheme | Current Year | | Previous Year | |
|--------------------------------------|--------------|-------------|---------------|-------------|
| | Purchase | Outstanding | Purchase | Outstanding |
| UTI Asset Management Company Limited | ₹ 3,523.62 | ₹ 308.51 | ₹ 3,015.47 | ₹ 157.23 |



000324


- R. **Portfolio:** Industry wise classification where industry exposure % to total exposure in investment category $\geq 5\%$ as on 31st March, 2022 is given in Annexure A.
- S. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure B.
- T. Figures have been rounded off to the nearest rupee. Previous year figures have been regrouped and rearranged, wherever necessary.

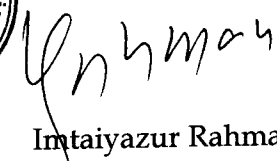
For Haribhakti & Co. LLP
Chartered Accountants
FRN.: 103523W/W100048

HWS

Sumant Sakhardande
Partner
M. No. - 034828

Date : 24th JUNE 2022
Place : Mumbai


For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

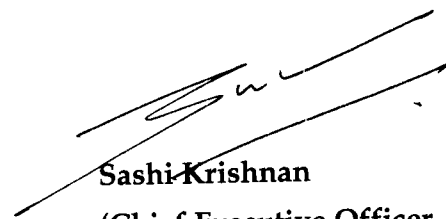
Date : 19/04/2022
Place : Mumbai

For and on behalf of NPS Trust


(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra


Sashi-Krishnan
(Chief Executive Officer, NPS Trust)



24th JUNE 2022

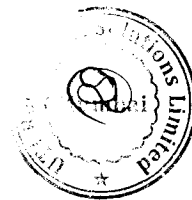
MUMBAI

000325

ANNEXURE A

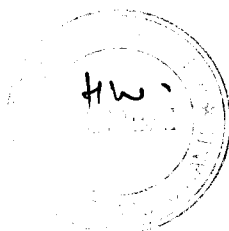
Industry wise classification where industry exposure % to total exposure in investment category is >= 5%

| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------|-----------------------|----------------|-----------------------------|
| EQUITY SHARES | | | | |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS. POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| ICICI BANK LTD. | 10,30,998 | 75,29,37,839 | 1.09 | 7.91 |
| HDFC BANK LTD. | 3,77,498 | 55,50,54,184 | 0.81 | 5.83 |
| AXIS BANK LTD. | 4,85,450 | 36,95,00,268 | 0.54 | 3.88 |
| STATE BANK OF INDIA | 7,29,923 | 36,02,53,497 | 0.52 | 3.79 |
| KOTAK MAHINDRA BANK LTD. | 1,93,541 | 33,94,41,883 | 0.49 | 3.57 |
| INDUSIND BANK LTD. | 1,01,911 | 9,53,27,549 | 0.14 | 1.00 |
| BANK OF BARODA | 1,50,182 | 1,67,60,311 | 0.02 | 0.18 |
| YES BANK | 93,913 | 11,55,130 | 0.00 | 0.01 |
| IDFC BANK LIMITED | 14,780 | 5,86,766 | 0.00 | 0.01 |
| PUNJAB NATIONAL BANK | 144 | 5,047 | 0.00 | 0.00 |
| | | 2,49,10,22,474 | 3.61 | 26.18 |
| WRITING , MODIFYING, TESTING OF COMPUTER PROGRAM TO MEET THE NEEDS OF A PARTICULAR CLIENT EXCLUDING WEB-PAGE DESIGNING | | | | |
| INFOSYS LTD. | 4,35,160 | 82,97,84,846 | 1.21 | 8.72 |
| HCL TECHNOLOGIES LIMITED | 1,01,352 | 11,79,48,390 | 0.17 | 1.24 |
| WIPRO LTD. | 1,69,000 | 10,00,31,100 | 0.15 | 1.05 |
| ORACLE FINANCIAL SERVICES SOFTWARE LIMITED | 4,800 | 1,72,21,200 | 0.03 | 0.18 |
| | | 1,06,49,85,536 | 1.56 | 11.19 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 2,78,802 | 73,45,73,570 | 1.07 | 7.72 |
| | | 73,45,73,570 | 1.07 | 7.72 |
| COMPUTER CONSULTANCY AND COMPUTER FACILITIES MANAGEMENT ACTIVITIES | | | | |
| TATA CONSULTANCY SERVICES LTD. | 1,01,332 | 37,89,76,613 | 0.55 | 3.98 |
| TECH MAHINDRA LTD. | 98,392 | 14,75,33,884 | 0.21 | 1.55 |
| | | 52,65,10,497 | 0.76 | 5.53 |
| MANUFACTURE OF MEDICINAL SUBSTANCES USED IN THE MANUFACTURE OF PHARMACEUTICALS: ANTIBIOTICS, ENDOCRINE PRODUCTS, BASIC VITAMINS; OPIUM DERIVATIVES; SULPHA DRUGS; SERUMS AND PLASMAS; SALICYLIC ACID, ITS SALTS AND ESTERS; GLYCOSIDES AND VEGETABLE ALKAL | | | | |
| CIPLA LTD. | 1,62,437 | 16,53,68,988 | 0.24 | 1.74 |
| SUN PHARMACEUTICAL INDUSTRIES LTD. | 1,71,585 | 15,69,57,379 | 0.23 | 1.65 |
| DIVIS LABORATORIES LTD. | 26,049 | 11,46,69,000 | 0.17 | 1.20 |
| LUPIN LTD. | 1,11,179 | 8,30,56,272 | 0.12 | 0.87 |
| | | 52,00,51,639 | 0.76 | 5.46 |



000326

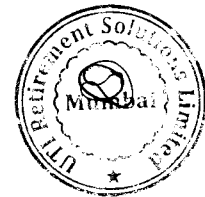
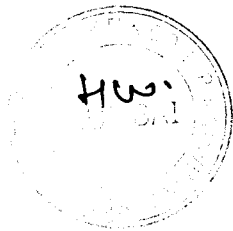
| Industry and Company Particulars | Quantity | Market Value (₹) | % to Net Asset | % to investment category |
|-----------------------------------------------------------------------------------------------------------------------------------------------|-------------|-----------------------|----------------|-----------------------------|
| DEBENTURES & BONDS | | | | |
| OTHER CREDIT GRANTING | | | | |
| INDIAN RAILWAY FINANCE CORPORATION LTD. | 1,72,10,000 | 1,77,89,05,213 | 2.59 | 9.25 |
| HOUSING AND URBAN DEVELOPMENT CORPORATION | 83,80,000 | 89,25,31,956 | 1.30 | 4.64 |
| RURAL ELECTRIFICATION CORPORATION LIMITED | 64,00,000 | 65,67,55,437 | 0.95 | 3.41 |
| POWER FINANCE CORPORATION LTD. | 48,90,000 | 51,01,39,852 | 0.74 | 2.65 |
| EXPORT IMPORT BANK OF INDIA | 19,80,000 | 21,03,31,513 | 0.31 | 1.09 |
| HDB FINANCIAL SERVICES LTD. | 14,20,000 | 15,43,01,384 | 0.22 | 0.80 |
| BAJAJ FINANCE LIMITED | 10,00,000 | 9,96,05,400 | 0.14 | 0.52 |
| | | 4,30,25,70,755 | 6.25 | 22.36 |
| MONETARY INTERMEDIATION OF COMMERCIAL BANKS, SAVING BANKS, POSTAL SAVINGS BANK AND DISCOUNT HOUSES | | | | |
| AXIS BANK LTD. | 1,54,20,000 | 1,60,97,84,318 | 2.34 | 8.37 |
| ICICI BANK LTD. | 1,51,60,000 | 1,50,06,54,400 | 2.18 | 7.80 |
| HDFC BANK LTD. | 19,30,000 | 20,56,05,014 | 0.30 | 1.07 |
| IDFC BANK LIMITED | 3,20,000 | 3,27,28,676 | 0.05 | 0.17 |
| YES BANK | 2,00,000 | 1,82,24,420 | 0.03 | 0.09 |
| | | 3,36,69,96,828 | 4.90 | 17.50 |
| ACTIVITIES OF SPECIALIZED INSTITUTIONS GRANTING CREDIT FOR HOUSE PURCHASES THAT ALSO TAKE DEPOSITS | | | | |
| LIC HOUSING FINANCE LTD. | 1,63,60,000 | 1,69,44,92,463 | 2.46 | 8.81 |
| HOUSING DEVELOPMENT FINANCE CORPORATION LTD. | 1,24,30,000 | 1,26,57,18,376 | 1.84 | 6.58 |
| | | 2,96,02,10,839 | 4.30 | 15.39 |
| ELECTRIC POWER GENERATION BY COAL BASED THERMAL POWER PLANTS | | | | |
| NATIONAL THERMAL POWER CORPORATION LTD. | 1,79,10,000 | 1,80,51,37,188 | 2.62 | 9.39 |
| JAMNAGAR UTILITIES & POWER PRIVATE LIMITED | 18,00,000 | 17,69,92,560 | 0.26 | 0.92 |
| | | 1,98,21,29,748 | 2.88 | 10.31 |
| OTHER MONETARY INTERMEDIATION SERVICES N.E.C. | | | | |
| NATIONAL BANK FOR AGRICULTURE & RURAL DEVELOPMENT | 1,74,90,000 | 1,79,21,91,936 | 2.61 | 9.32 |
| | | 1,79,21,91,936 | 2.61 | 9.32 |
| CONSTRUCTION AND MAINTENANCE OF MOTORWAYS, STREETS, ROADS, OTHER VEHICULAR AND PEDESTRIAN WAYS, HIGHWAYS, BRIDGES, TUNNELS AND SUBWAYS | | | | |
| NATIONAL HIGHWAYS AUTHORITY OF INDIA | 1,33,90,000 | 1,37,94,46,200 | 2.01 | 7.17 |
| | | 1,37,94,46,200 | 2.01 | 7.17 |
| MANUFACTURE OF OTHER PETROLEUM N.E.C. | | | | |
| RELIANCE INDUSTRIES LTD. | 92,50,000 | 97,10,74,438 | 1.41 | 5.05 |
| | | 97,10,74,438 | 1.41 | 5.05 |



000327

| Key Statistics | | | | |
|-----------------------------------------------------------------------------|--------------------------------------------------------|----------------------|----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Scheme – Atal Pension Yojana (APY) | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | 17.4288 | 15.0571 | Closing NAV as on 1st April of the Current F Y |
| | High | 18.5572 | 17.4909 | Highest NAV during the F Y |
| | Low | 17.4022 | 14.8882 | Lowest NAV during the F Y |
| | End | 18.5123 | 17.3986 | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 6,87,946.53 | 5,17,821.45 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 6,06,919.11 | 4,32,299.91 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | 8.71% | 13.85% | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | 0.0672% | 0.0241% | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | 0.0582% | 0.0120% | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | 5.92% | 13.20% | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | 2.55% | 1.84% | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | 6.40% | 15.14% | |
| | Last 3 Years | 9.57% | 10.45% | |
| | Last 5 Years | 8.67% | 10.22% | CAGR = ((1+ cumulative return) ⁿ - 1 (where n=365/no. of days) |
| | Last 10 Years | NA | NA | |
| | Since Launch of the scheme (4th June, 2015) | 9.44% | 9.97% | |

* Declared NAV; Returns calculated based on declared NAV

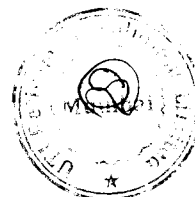
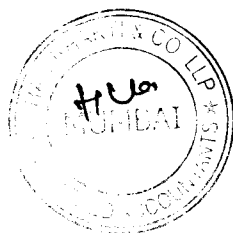


1) Details of Investments in IL&FS Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|--------------------------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 8.65% ILFS FIN. SER. LTD. 06/12/2021 | 4.00 | 06-Mar-19 | 4.00 | 4.00 |
| 2 | 8.51% ILFS FIN. SER. LTD. 11/09/2026 | 1.00 | 12-Dec-19 | 1.00 | 1.00 |
| TOTAL | | 5.00 | | 5.00 | 5.00 |

2) Details of Investments in Infrastructure Leasing & Financial Services Ltd. is classified as NPA as on 31-March 2022:

| Serial No. | Security Name | Book Value of investments (Rs.in crore) | Date of classification as NPA | Provision Made as on 31-March-2022 (Rs.in crore) | Provision Made as on 31-March-2021 (Rs.in crore) |
|--------------|-----------------------|-----------------------------------------|-------------------------------|--------------------------------------------------|--------------------------------------------------|
| 1 | 8.30% ILFS 24/01/2023 | 4.00 | 24-Apr-19 | 4.00 | 4.00 |
| 2 | 8.69% ILFS 25/08/2025 | 0.20 | 26-Nov-19 | 0.20 | 0.20 |
| TOTAL | | 4.20 | | 4.20 | 4.20 |





UTI Retirement Solutions Limited

NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme Corporate CG

Contents: -

- Auditors' Report
- Balance Sheet as at 31st March, 2022
- Revenue Accounts for the Financial Year ended 31st March, 2022
- Accounting Policies and Notes to Accounts

| | |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Registered Office: UTI Towers 'Gn' – Block Bandra – Kurla Complex Bandra (East) Mumbai – 400051 | Corporate Office: First Floor, Unit No. 2, Block 'B', JVPD Scheme, Gulmohar Cross Road No. 9, Andheri (West), Mumbai – 400049. Phone: 022 – 68990800 |
|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

HARIBHAKTI & CO. LLP

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Board of Trustees,
National Pension System (NPS) Trust

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of National Pension System Trust (NPS Trust) A/c UTI Retirement Solutions Pension Fund Scheme CORPORATE CG (the "Scheme") under the NPS Trust managed by UTI Retirement Solutions Limited ("PFM"), which comprise the Balance Sheet as at March 31, 2022, the Revenue Account for the year then ended and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In the absence of any activities carried out in the Scheme during the current financial year, in our opinion and to the best of our information and according to the explanations given to us, reporting as required under Schedule VII of Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 (as amended) (the "Regulations") in the manner so required is not applicable.

Basis for Opinion

We conducted our audit in accordance with Standards on Auditing (SAs) issued by the Institute of Chartered Accountants of India ("ICAI"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the PFM / the Scheme in accordance with the Code of Ethics issued by the ICAI together with the ethical requirements that are relevant to our audit of the financial statements under the Regulations and other applicable guidelines issued by the Pension Fund Regulatory and Development Authority (PFRDA) / NPS Trust and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Other Information

The PFM's Board of Directors is responsible for the other information. The other information comprises the "Background, Assets under management and allocation of assets as on March 31, 2022, Investment objectives of the schemes, Performance glance as on March 31, 2022, Basis and policy of investments underlying the scheme, Liabilities and responsibilities of the pension fund, Evaluation of current economic conditions" but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



000331

HARIBHAKTI & CO. LLP

Chartered Accountants

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Board of Directors of PFM in accordance with the Regulations, PFRDA Guidelines and the Investment Management Agreement (IMA) executed with 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 prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, to the extent made applicable by PFRDA to the Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with PFRDA guidelines for safeguarding of the assets of the PFM and for preventing and detecting 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 the 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.

In preparing the financial statements, NPS Trust and PFM management is responsible for assessing the Scheme's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless NPS Trust / PFM management either intends to liquidate the Scheme or to cease operations, or has no realistic alternative but to do so.

The Board of Directors of PFM is also responsible for overseeing the PFM's financial reporting process on the recommendation of NPS Trust.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 PFM's internal financial control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management of PFM.
- Conclude on the appropriateness of PFM management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Scheme's (managed by PFM) ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw



00033

HARIBHAKTI & CO. LLP

Chartered Accountants

attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes managed by PFM to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with management of NPS Trust and PFM, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide management of NPS Trust and PFM with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

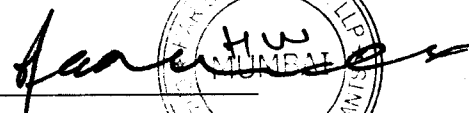
Report on Other Legal and Regulatory Requirements

This report does not contain a statement on the matters as specified in Other legal and regulatory requirements as required under Schedule VII of the Regulations, since in our opinion and according to the information and explanations given to us and basis the facts mentioned in the opinion paragraph, the said matters are not applicable to the Company.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 103523W / W100048


Sumant Sakhardande
Partner

Membership No. 034828

UDIN: 220034828ALOYE01770

Place: Mumbai

Date: 24th June 2022

24th JUNE 2022


000333

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CORPORATE CG
BALANCE SHEET AS AT MARCH 31, 2022

| Particulars | Schedules | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------------------|-----------|---------------------------|---------------------------|
| Liabilities | | | |
| Unit Capital | 1 | - | - |
| Reserves and Surplus | 2 | - | - |
| Current Liabilities and Provisions | 3 | - | - |
| Total | | - | - |
| Assets | | | |
| Investments | 4 | - | - |
| Deposits | 5 | - | - |
| Other Current Assets | 6 | - | - |
| Total | | - | - |
| (a) Net assets as per Balance Sheets | | - | - |
| (b) Number of units outstanding | | - | - |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

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

For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants


Sumant Sakhardande
Partner
Membership No.: 034828

Date: 24th JUNE 2022
Place: Mumbai

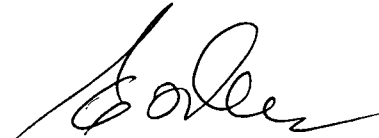
For UTI Retirement Solutions Ltd.


Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261


Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust


(Chairman, NPS Trust Board)

Date: 24th JUNE 2022
Place: Mumbai

Shri Dinesh Kumar Mehrotra




Sashi Krishnan
(Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI


000334

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CORPORATE CG
REVENUE ACCOUNT FOR THE YEAR ENDED MARCH 31, 2022

| Particulars | Schedules | Year ended March 31, 2022 ₹ | Year ended March 31, 2021 ₹ |
|----------------------------------------------------------------------|-----------|-----------------------------------|-----------------------------------|
| Income | | | |
| Dividend | | - | - |
| Interest | | - | - |
| Profit on sale/redemption of investments | | - | - |
| Profit on inter-scheme transfer/sale of investments | | - | - |
| Unrealized gain on appreciation in investments | | - | - |
| Other income | | - | - |
| - Miscellaneous Income | | - | - |
| Total Income (A) | | - | - |
| Expenses and Losses | | | |
| Unrealized losses in value of investments | | - | - |
| Loss on sale/redemption of investments | | - | - |
| Loss on inter-scheme transfer/sale of investments | | - | - |
| Management fees (including GST) | | - | - |
| NPS Trust fees | | - | - |
| Custodian fees (including GST) | | - | - |
| Depository and settlement charges (including GST) | | - | - |
| Stamp Duty on Bond/Mutual Fund | | - | - |
| CRA Fees | | - | - |
| Less: Amount recoverable on sale of units on account of CRA Charges | | - | - |
| Provision for Non-Performing Assets | | - | - |
| Other Expenses | | - | - |
| Total Expenditure (B) | | - | - |
| Surplus/(Deficit) for the year (A-B) | | - | - |
| Less: Amount transferred (to) / from Unrealised Appreciation Reserve | | - | - |
| Less: Amount transferred (to) / from General Reserve | | - | - |
| Amount carried forward to Balance Sheet | | - | - |
| Significant Accounting Policies and Notes to Accounts | 7 | | |

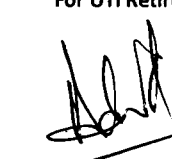
This is the Revenue Account referred to in our report of even date.


For Haribhakti & Co. LLP (FRN 103523W/W100048)
Chartered Accountants

Hw. Suman Sakhardande

 Suman Sakhardande
 Partner
 Membership No.: 034828

Date: **24th JUNE 2022**
Place: Mumbai

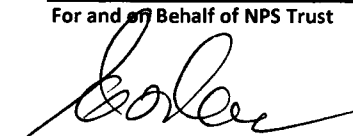
For UTI Retirement Solutions Ltd.

Balram P Bhagat

 Balram P Bhagat
 Chief Executive Officer
 & Whole Time Director
 DIN : 01846261

Imtaiyazur Rahman

 Imtaiyazur Rahman
 Chairman & Director
 DIN: 01818725

Date: 19/04/2022
Place: Mumbai

For and on Behalf of NPS Trust

Shri Dinesh Kumar Mehrotra

 (Chairman, NPS Trust Board)

Date: **24th JUNE 2022**
Place: Mumbai

Shri Dinesh Kumar Mehrotra



Sashi Krishnan

 Sashi Krishnan
 (Chief Executive Officer, NPS Trust)

24th JUNE 2022

MUMBAI

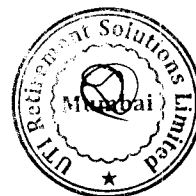
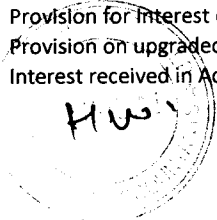
000335

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CORPORATE CG
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 1 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|---------------------------------------------------------|---------------------------|---------------------------|
| Unit Capital | | |
| Outstanding at the beginning of the year | - | - |
| Add :Units issued during the year | - | - |
| Less: Units redeemed during the year | - | - |
| Outstanding at the end of the year | - | - |
| (Face Value of Rs.10/- each unit, fully paid up) | | |
| Outstanding units at the beginning of the year | - | - |
| Add :Units issued during the year | - | - |
| Less: Units redeemed during the year | - | - |
| Outstanding units at the end of the year | - | - |

| Schedule 2 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|--------------------------------------------------------------------|---------------------------|---------------------------|
| Reserves and Surplus | | |
| Unit Premium Reserve | | |
| Opening Balance | - | - |
| Add: Premium on Units issued | - | - |
| Less: Premium on Units redeemed | - | - |
| Add: Transfer from General Reserve | - | - |
| Closing Balance | - | - |
| General Reserve | | |
| Opening Balance | - | - |
| Add: Transfer from Revenue Account | - | - |
| Less: Transfer to Unit Premium Reserve | - | - |
| Closing Balance | - | - |
| Unrealised Appreciation Account | | |
| Opening Balance | - | - |
| Add: Adjustment for Previous years unrealised appreciation reserve | - | - |
| Add/(Less): Transfer from/(to) Revenue Account | - | - |
| Closing Balance | - | - |
| Total | - | - |

| Schedule 3 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------------------|---------------------------|---------------------------|
| Current Liabilities and Provisions | | |
| Current Liabilities | | |
| Sundry Creditors for expenses | - | - |
| Book Overdraft | - | - |
| Redemption Payable | - | - |
| TDS Payable | - | - |
| Contracts for purchase of investments | - | - |
| Amount Payable to Other Schemes | - | - |
| Provision for interest overdue | - | - |
| Provision on upgraded assets | - | - |
| Interest received in Advance | - | - |
| Total | - | - |



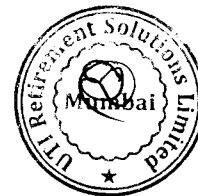
000336

NATIONAL PENSION SYSTEM TRUST
NPS TRUST - A/C UTI RETIREMENT SOLUTIONS PENSION FUND SCHEME - CORPORATE CG
NOTES ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS AT MARCH 31, 2022

| Schedule 4 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|---------------------------|
| Investments (Long Term and Short Term) | | |
| Equity Shares | - | - |
| Preference Shares | - | - |
| Debentures and Bonds Listed/Awaiting Listing | - | - |
| Central and State Government Securities (including treasury bills) | - | - |
| Commercial Paper | - | - |
| AIF's (Category I and Category II Only)/REITs/INVITs/Asset Backed Securities/ Commercial mortgage based Securities or Residential mortgage based securities | - | - |
| Basel III Tier I bonds | - | - |
| Others - Mutual Fund Units | - | - |
| Non Convertible Debentures classified as NPA | - | - |
| Less: Provision on Non performing investment | - | - |
| Total | - | - |

| Schedule 5 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-------------------------------|---------------------------|---------------------------|
| Deposits | | |
| Deposits with Scheduled Banks | - | - |
| Total | - | - |

| Schedule 6 | As at March 31, 2022 ₹ | As at March 31, 2021 ₹ |
|-----------------------------------------------------------|---------------------------|---------------------------|
| Other Current Assets | | |
| Balances with bank in a current account | - | - |
| Contracts for sale of investments | - | - |
| Interest Receivable on Non-Performing Investments | - | - |
| Less: Provision for interest on Non-Performing Investment | - | - |
| Outstanding and accrued income | - | - |
| Dividend Receivable | - | - |
| Brokerage receivable from PFM | - | - |
| Application money pending allotment | - | - |
| Sundry Debtors | - | - |
| Redemption receivable on Non performing Investment | - | - |
| Less: Provision for Non Performing Investment | - | - |
| Total | - | - |



300337

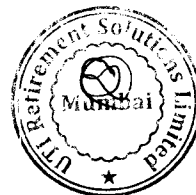
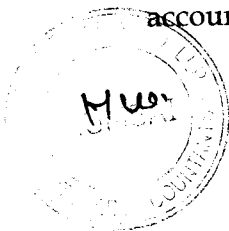
NATIONAL PENSION SYSTEM TRUST

NPS Trust - A/C UTI Retirement Solutions Pension Fund Scheme - Corporate CG

SCHEDULE 7: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND OTHER EXPLANATORY INFORMATION FOR THE YEAR ENDED MARCH 31, 2022

A. Background

1. UTI Retirement Solutions 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 Protean eGov Technologies Limited (formerly NSDL e-Governance Infrastructure Limited), Kfin Technologies Limited and Computer Age Management Services 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. Valuation is provided by ICRA Analytics Ltd. (ICRA) and custodian is Stock Holding Corporation of India Ltd. (SHCIL).
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.



000333

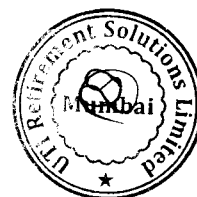
3. NPS Trust has designated SHCIL as the custodian, who is responsible for safe custody of securities and settlement of trades. SHCIL also informs/updates about the Corporate Actions.
4. ICRA has been designated as valuation service provider, which is responsible for providing rates for the valuation of securities, which is used by PFM for valuation of investments. ICRA also updates the rating of Bonds.
5. 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.
6. 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 on 5th November, 2012.
3. **Investment pattern to be followed as per the PFRDA Regulations:**

| Sr. No. | Investment Pattern | % of amount to be invested |
|---------|--------------------------|----------------------------|
| (i) | Government Securities | Upto 55 |
| (ii) | Debt Securities | Upto 45 |
| (iii) | Money Market instruments | Upto 10 |
| (iv) | Equity Shares | Upto 15 |

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.

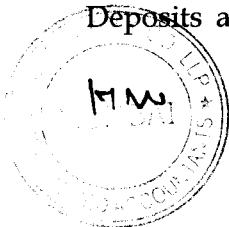


000339

C. Significant Accounting Policies

1. **Basis of Accounting:** The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines - 2012, Accounting Standards specified in Companies (Accounting Standards) Amendment Rules, 2016 under Section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the amended Companies (Accounts) Rules, 2014 to the extent made applicable by the Authority's guidelines and generally accepted accounting principles. The Scheme maintains books of account on an accrual basis under the historical cost convention, as modified for investments, which are 'marked-to-market'.
2. **Use of Estimates:** The preparation of Financial Statements requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities as of the date of financial statements and the reported income and expenses during the reporting period. Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from those estimates and are given effect to in the year in which those are crystallized.
3. **Covid 19 Uncertainties:**

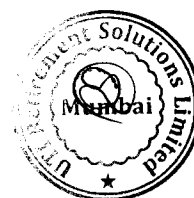
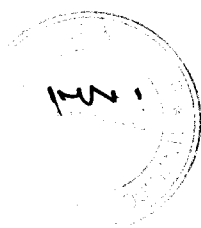
The PFM has considered the possible impact that may arise from the pandemic relating to COVID-19 on the carrying amounts of investments of the Scheme. In developing the assumptions relating to the possible uncertainties in global economic conditions, the PFM, as at the date of approval of financial statements of the Scheme has used internal and external sources of information. The PFM has performed analysis on the assumptions used and based on current estimates expects the carrying amount of investments to be recovered.
4. **Investments:**
 - a. Investments are accounted on trade date.
 - b. In determining the holding cost of investments and the gains or loss on sale of investments, the "weighted average cost" method is followed.
 - c. 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



900340

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

- d. Rights/Bonus entitlements, if any, are accounted on ex-right/ex-bonus date of the principal stock exchange.
 - e. The company has policy of determining the post demerger cost of acquisition of the equity shares of demerged companies by apportioning pre demerger cost of acquisition in the ratio provided by the demerged company for Income Tax Purposes. In case the information of cost split allocation ratio is not made available by the demerged company on ex - date and if shares of only one company continue to be traded on demerger, the other security is valued at traded value on the day before the demerger less value of the traded security post demerger. If post demerger value of the share of demerged and traded company is equal or in excess of the value of the pre demerger share, then the non traded share is to be valued at zero.
 - f. The cost of investments acquired or purchased includes applicable taxes but exclude brokerage and other transactional charges. However as per PFRDA letter dated 24th March' 21, brokerage upto 0.03% on equity shares has been capitalized w.e.f. 1st April' 21.
 - g. Stamp duty expense was calculated on bonds @0.0001% and mutual funds @ 0.005% of the net acquisition amount. However, as per PFRDA letter dated March 24' 2021 the stamp duty charges has been treated as cost of investment, w.e.f. 1st April '21.
 - h. Investments are reconciled with the custodian records on daily basis.
 - i. As per Investment Management Agreement dated April, 18' 2012, transfer of securities from one scheme to another scheme are made at the prevailing market price on spot basis.
5. **Valuation of investments:** Investments are valued using the price determined in the following manner:
- Equity:**
- i. When a security is traded on National Stock Exchange (NSE) on a valuation day, the last quoted closing price at which it was traded on the NSE.
 - ii. When on a valuation day, a security has not been traded on NSE, the value at which it is traded on BSE is used.



000341

iii. **Right entitlement:**

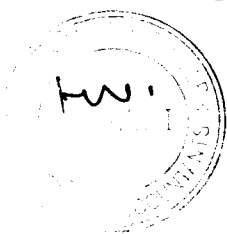
- a. **Traded:** Right entitlement is valued at the closing market price on the valuation date.
- b. **Non-traded:** Right entitlement is valued at the difference of the Ex-right price and the offer price multiplied by the ratio of Right Entitlement.

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

Valuation of Debt Securities (other than government securities)

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

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



- v) Securities with both Put and Call option (single/multiple) on the same day is deemed to mature on the Put/Call option day and is valued accordingly.
- vi) Partly paid bonds are valued at cost till it is fully paid.
- vii) Perpetual bond with single/multiple call options are valued at lowest price on each option date.

Central and State Government Securities:

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

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

Valuation of Bank Fixed Deposits: Bank fixed deposits are valued at face value and amortised on a straight line basis.

Mutual fund units: Mutual fund units are valued at the latest available/previous day's NAV from Association of Mutual Funds in India (AMFI) website.

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

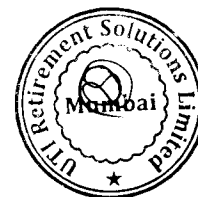
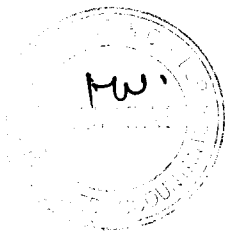
In the cases of securities below BBB -, the same are valued as below:

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

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



6. The net unrealized gain or loss in the value of investments is determined separately for each category of investment. The aggregate net change in unrealized gain or loss between two balance sheet dates is recognized in the revenue account. Later, the change in unrealized gain (net) in the value of investment is transferred from/to unrealized appreciation reserve through appropriation account.
7. **Income Recognition:**
- a. Dividend income is accrued on the "ex-dividend" date.
 - b. Interest on interest bearing and other fixed income investments is recognised on a day to day basis as it is earned. On purchase of such investments, interest paid for the period from the last interest due date up to the date of purchase is not treated as a cost of purchase but is treated as interest recoverable. Similarly, interest received at the time of sale for the period from the last interest due date up to the date of sale is not treated as part of sale value but is treated as interest recovered.
 - c. Other income of miscellaneous nature is accounted for when there is certainty of collection.
 - d. Interest on Fixed Deposits is accounted on accrual basis.
 - e. Profit /Loss of sale of Investment
 1. Profit / loss on Sale of equity shares / mutual fund units are the difference between the Sale consideration and the weighted average book cost.
 2. Realised gain / loss on debt securities is the difference between the Sale consideration and the weighted average amortised cost as on the date of Sale.
8. **Computation of Net Asset Value (NAV):** The NAV of the units is determined by dividing the net assets, including investments recognised and valued as per the accounting policies, by the number of outstanding units on the valuation date.
9. **Unit Premium Reserve:** Difference between the issue/redemption price and face value of units is credited/debited to Unit Premium Reserve after each subscription / redemption.



- D. Investment Management Fees:** In terms of the IMA, the scheme has accrued management fees payable to PFM as a percentage of scheme's average daily net assets.

Management Fees have been revised by w.e.f. April 01, 2021 by PFRDA vide its letter Ref No. File No. PFRDA/16/3/02/ 0001/2020-REG-PF dated 30th March, 2021 from 0.01% of Average AUM to New Slab rate of the daily closing AUM as mentioned below :

| Slab of AUM | Maximum Investment Management Fees Permissible Under PFRDA Guideline |
|--------------------------|----------------------------------------------------------------------|
| Up to 10,000 Crores | 0.07% |
| 10,001 - 50,000 Crores | 0.06% |
| 50,001 - 1,50,000 Crores | 0.05% |
| Above 1,50,000 Crores | 0.03% |

The management fees including GST during the Current Year is ₹ NIL. (Previous Year ₹ NIL).

- E. NPS Trust Charges:** The Scheme has accrued NPS Trust Charges payable to NPS Trust as a percentage of Scheme's Average Daily Net Assets. The basis of NPS Trust Charges and aggregate NPS Trust Fees are as under:

| NPS Trust Charges % p.a. | | NPS Trust Charges | |
|--------------------------|---------------|-------------------|---------------|
| Current Year | Previous Year | Current Year | Previous Year |
| 0.005% | 0.005% | ₹ NIL | ₹ NIL |

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

| ₹ in Crores | | | | | | | |
|--------------|-----|-------|-----|---------------|-----|-------|-----|
| Current Year | | | | Previous Year | | | |
| Purchase | % | Sales | % | Purchase | % | Sales | % |
| NIL | NIL | NIL | NIL | NIL | NIL | NIL | NIL |

- G.** The aggregate value of non-traded investments (other than government securities) where investments have been valued "in good faith" exceed 5% of the NAV as at 31st March, 2022 is ₹ NIL. (Previous Year ₹ NIL)



000345

H. Net Asset Value:

| Current Year | Previous Year |
|------------------------------------|------------------------------------|
| As on 31 st March, 2022 | As on 31 st March, 2021 |
| ₹ 10.0000 | ₹ 10.0000 |

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

| Current Year | | | | Previous Year | | | |
|--------------|-----|-------------|-----|---------------|-----|-------------|-----|
| Income | | Expenditure | | Income | | Expenditure | |
| ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % | ₹ in Crores | % |
| NIL | NIL | NIL | NIL | NIL | NIL | NIL | NIL |

J. 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.

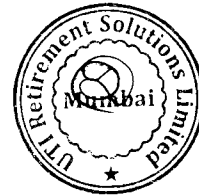
K. Income Taxes:

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

L. Other disclosures:

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

M. Investment in associates and group companies: ₹ Nil (Previous Year: ₹ Nil)



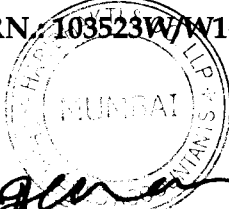
N. The Key Statistics for the Financial Year 2021-22 as compared to the Previous Year is attached as per Annexure A.

For Haribhakti & Co. LLP

For UTI Retirement Solutions Ltd.

Chartered Accountants

FRN: 103523W/W100048

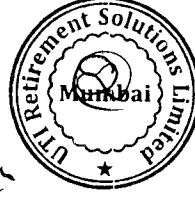


HW
gaurav

Sujant Sakhardande
Partner

M. No. - 034828

Date : 24th JUNE 2022
Place : Mumbai



Balram P Bhagat

Balram P Bhagat
Chief Executive Officer
& Whole Time Director
DIN : 01846261

Date : 19/04/2022
Place : Mumbai

Imtaiyazur Rahman

Imtaiyazur Rahman
Chairman & Director
DIN: 01818725

For and on behalf of NPS Trust

Golbe

(Chairman, NPS Trust Board)

Date : 24th JUNE 2022
Place : Mumbai

Shri Dinesh Kumar Mehrotra

Sashi Krishnan

(Chief Executive Officer, NPS Trust)



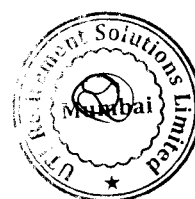
24th JUNE 2022

MUMBAI

000347

| Key Statistics | | | | |
|-----------------------------------------------------------------------------|--------------------------------------------------------|-------------------------|-------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| UTI Retirement Solutions Limited | | | | |
| NPS Trust – A/C UTI Retirement Solutions Pension Fund Scheme – Corporate CG | | | | |
| S. No. | Particulars | As at March 31, 2022 | As at March 31, 2021 | Remarks/Formula/Method of Cal. |
| 1 | NAV Per Unit (Rs.)* | | | NAV = (Market value of scheme investments + current assets - current liability and provisions, if any) / (no. of scheme units outstanding) |
| | Open | NA | NA | Closing NAV as on 1st April of the Current F Y |
| | High | NA | NA | Highest NAV during the F Y |
| | Low | NA | NA | Lowest NAV during the F Y |
| | End | NA | NA | Closing NAV as on 31st March of the Current F Y |
| 2 | Closing Assets Under Management (Rs. In Lakhs) | | | |
| | End | 0.00 | 0.00 | Closing AUM as on 31st March of the Current F Y |
| | Average (AAUM) | 0.00 | 0.00 | AAUM = (Aggregate of the daily AUM in the relevant F Y) / (no. of calendar days in the relevant F Y) |
| 3 | Gross income as % of AAUM | - | - | Gross Income = Total Income as per Revenue Account |
| 4 | Expense Ratio | | | |
| a | Total Expense as % of AAUM (Scheme wise) | - | - | Total Expenses = Total Expenses as per Revenue Account |
| b | Management Fee as % of AAUM (Scheme Wise) | - | - | IM fees (Including applicable Taxes) as per Revenue Account |
| 5 | Net Income as a percentage of AAUM | - | - | Net Income = Surplus / Deficit as per Revenue Account |
| 6 | Portfolio turnover ratio | - | - | Portfolio Turnover = Total of sale or purchase, whichever is lower, divided by AAUM. (Investment in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management) |
| 7 | Returns (%)* Compounded Annualised Yield | | | |
| | Last 1 Year | NA | NA | CAGR = $((1 + \text{cumulative return})^n)^{1/n} - 1$ (where n=365/no. of days) |
| | Last 3 Years | NA | NA | |
| | Last 5 Years | NA | NA | |
| | Last 10 Years | NA | NA | |
| | Since Launch of the scheme (5th November, 2012) | NA | NA | |

* Declared NAV; Returns calculated based on declared NAV



000348