



Annual Report of NPS Schemes
Managed by
Tata Pension Management Limited
For the Financial Year 2022-23

TATA PENSION MANAGEMENT LIMITED

FINANCIAL YEAR 2022-2023

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To The subscribers,

Tata Pension Management Limited ("the Company") presents the annual report along with the audited financial statements for the period ended 31st March, 2023.

During the period ended 31st March, 2023, the Company manages the following 8 schemes under the National Pension System

- 1) Scheme E – Tier I
- 2) Scheme E – Tier II
- 3) Scheme C – Tier I
- 4) Scheme C – Tier II
- 5) Scheme G – Tier I
- 6) Scheme G – Tier II
- 7) Scheme A – Tier I
- 8) Scheme Tax Saver – Tier II

Back ground

A. OPERATIONS OF THE SCHEMES

1. Assets under Management (AUM)

Tata Pension Management Limited ("the Company") has started its operations from 19th August, 2022. The AUM of the Company for the period ended 31st March, 2023 was Rs. 105.27 crores.

2. Scheme-wise commentary

PRIVATE SECTOR SCHEMES (TIER – I / II)

Tier – I scheme is a non-withdrawable, pure retirement planner.

Tier – II scheme is open for Tier - I subscribers only and can be utilized for investment purpose without lock-in requirement.

Scheme E - Tier I

As on 31.03.2023: CAGR return – (-0.68%) Since Inception.
AUM: - Rs. 42.01 Cr.

Scheme C - Tier I

As on 31.03.2023: CAGR return – 2.42% Since Inception.
AUM: - Rs. 20.27 Cr.

Scheme G - Tier I

As on 31.03.2023: CAGR return – 4.28% Since Inception.
AUM: - Rs. 36.44 Cr.

Scheme A - Tier I

As on 31.03.2023: CAGR return – 3.67% Since Inception.
AUM: - Rs. 0.42 Cr.



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Scheme E - Tier II

As on 31.03.2023: CAGR return – (-0.75%) Since Inception.

AUM: - Rs. 3.28 Cr.

Scheme C - Tier II

As on 31.03.2023: CAGR return – 3.31% Since Inception.

AUM: - Rs. 1.20 Cr.

Scheme G - Tier II

As on 31.03.2023: CAGR return – 4.67% Since Inception.

AUM: - Rs. 1.39 Cr.

Tax Saver - Tier II

As on 31.03.2023: CAGR return – 3.72% Since Inception.

AUM: - Rs. 0.22 Cr.

B. ECONOMIC ENVIRONMENT**Global:**

Global growth is showing signs of slowdown as mixed economic data is being reported from the US and China. While in the US labour market is beginning to show the impact of elevated rates, in China, recovery is losing momentum as is visible from official PMI readings. Even in Europe, manufacturing sector continues to suffer at the hands of weak global demand. Further, cracks that had appeared in the global financial system (due to SVB, Credit Suisse) may also put pressure on global central banks to slowdown/stop their tightening cycle. There is now a greater probability of Fed hitting a pause button from its next policy meeting in view of faltering labour market. This may be followed by BoE, while RBA has already put a stop to its rate hike spree. On the positive side, inflationary pressures have begun to cool off, leaving consumers with a higher purchasing power, which in turn may support domestic demand. Housing sector is also seeing revival in US and China.

Global manufacturing PMI edged down slightly to 49.6 in March-23 compared to 49.9 in Feb-23. US Manufacturing PMI reading was reported at 49.2 in Mar'23, marginally improving from 47.3 in the previous month however continued to be in contraction zone. China's manufacturing PMI for Mar'23 missed falling into the contraction zone by a whisker; the index slipped 1.6 points from previous month to 50 in Mar'23.

Recently released job reports of U.S signalled that the labour market is slowing as higher interest rates start to filter through the economy. US nonfarm payrolls added 2,36,000 jobs in the month of March-23, which is way less than what it had added in the previous month of February and January. The market was taken by surprise by the soft data on job openings and the slowdown in hiring in the private sector. This puts emphasis on the Fed's argument that they might take little dovish stance in the upcoming meet. In addition to this manufacturing activity also neared 3-year low. However, unemployment rate edged down to 3.5% in March-23.



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Thus, with the softening in labour market might bring the inflation down in U.S. However, rising oil prices following the OPEC+ group's output cuts can put some upward pressure on inflation in U. S.

'Higher for longer' assumption still continues as Fed has indicated that it will not cut at all for CY2023. 'Higher for longer' along with tighter credit may lead to slowing down and possible recession by Q3/Q4 of CY2023 of the US economy. The upcoming FED Policy review would be critical with regards to the stance of FED and likely direction of global markets.

Domestic

3QFY23 real GDP growth moderated to 4.4%. While the NSO retained its FY2023 growth at 7%, We maintain our FY2023E and FY2024E real GDP growth estimates in the range of 6.8% to 7% and 6 % to 6.3%, respectively, with risks skewed to the downside in FY2024E.

World Bank has revised India's real GDP growth projection for 2023-24 downwards to 6.3% from 6.6%, citing a slowdown in consumption and challenging external conditions. It believes that rising borrowing costs and slower income growth would weigh on private consumption growth while government consumption is projected to grow at a slower pace due to withdrawal of pandemic related fiscal measures.

Union Budget for FY24 was a continuation of the underlying themes displayed in earlier budgets and it hence tread on similar lines. Focus was on tuning spending towards capital expenditure to create a multiplier effect on growth by crowding in private investment. Fiscal deficit target for FY24 (BE) at 5.9% is in line with estimates. FM has repeatedly mentioned in her statement that objective would be in restoring the fiscal glide path of less than 4.5% by FY26.

CPI inflation data edged down modestly to 6.4% in Feb'23 after moving up to 6.5% in Jan'23. For the second month in a row, CPI data came in above RBI's upper tolerance band. Food inflation virtually remained steady at 5.9% in Feb'23. The stickiness of core inflation persists (6.1% in Feb'23 as well).

India's manufacturing sector continues on its expansion path, with a robust reading of 56.4 in Mar'23. India services PMI like Manufacturing PMI remained resilient at 57.8 in March, despite showing a decline from 59.4 in Feb. Composite PMI lower at 58.4 vs. 59 last month. A slower increase in services activity while quicker growth was noted in manufacturing. Despite easing from February, overall sales increased at both good producers and service providers. Input costs rose at a slower pace.

This indicates a continued momentum in services activity as demand conditions remain favourable. However, participants are also passing on input cost increases, indicating therefore that inflation pressures to consumers may not ease. Employment growth is also not strong as capacity utilisation is still not crossed optimum.

The Indian economy may go through a phase of softness and consolidation in FY24 due to the higher base of the last two years, steeper interest rates, and a global slowdown. Supportive government policies and the long-term potential of the Indian economy may continue to augur well for capital formation, but other GDP components like consumption and exports are expected to weaken in FY24. Corporate earnings are currently estimated to be extremely strong, but we expect some moderation in earnings ahead. So far, growth and inflation have been fairly resilient, but we anticipate weaker trends in FY24; weak demand should dent pricing power, keeping inflation under control in FY24.



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Equity Market Outlook:

Indian markets experienced a plethora of challenges in FY23. Geopolitical tensions with the onset of Russia-Ukraine conflict, weak global macros, higher inflation, and significant FII outflows from India plagued FY23 to the core. The fiscal year turned out to be highly volatile and ended with higher interest rates, reallocation of FII flows from India to other emerging markets (trading at a discount to India), domestic consumption slowdown in 2HFY23 as well as the US and European banking crises.

Corporate earnings were healthy during 9MFY23. Therefore, despite multiple headwinds at play, Nifty outperformed the world markets during the first nine months of FY23 and closed flat by the end of FY23. This was primarily underpinned by an expected resilient 12% YoY earnings growth for Nifty in FY23E on a high base of 34% YoY growth in FY22.

FII outflow stood at USD 6 bn in FY23 after an outflow of USD 17 bn in FY22, while DIIs saw an all-time high net inflow of USD 31 bn in FY23 (USD 27 bn inflows in FY22).

After a flat FY23, Nifty now trades at ~18x one-year forward P/E, which is a reasonable retreat from the level of 21x seen at the beginning of FY23. While absolute valuations are reasonable and well within the range of long period average (LPA) multiples, the relative valuations for MSCI India are still at an 82% premium v/s MSCI EM. This compares with the LPA of 67%.

Key positives for the Indian economy and equities:

- a. Continued focus on indigenisation, exports (through PLIs) along with alternative technologies.
- b. Government policies – innovative, long-term vision, multiplier benefits, timely execution.
- c. Rising public and private capex, led by higher long-term demand, to have a multiplier impact.

Key negatives for the Indian economy and equities:

- a. Volatile FII flows assuming further tightening.
- b. Elevated interest rates due to sticky inflation and global tightening.
- c. Weaker demand scenario impacted by higher base, inflation, and interest rates.
- d. Discretionary consumer spending may trend lower.
- e. Global slowdown and liquidity tightness.

Key risks:

Higher commodity prices, sticky inflation despite higher rates warranting aggressive monetary policy tightening, sharp adverse impact on growth, geo-political risks, poor execution/decision making pre-election by the Indian government.

Debt Market Outlook:

In FY24BE, gross borrowing is estimated at Rs 15.43 lakh crore against Rs 14.21 lakh crore in FY23RE. Repayments are also likely to be higher at Rs 4.4 lakh crore against Rs 3.1 lakh crore in FY23RE. Thus, net borrowing amounts to Rs 11.8 lakh crore, slightly higher compared to Rs 11.1 lakh crore in FY23RE.



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RBI in its April policy review surprised the markets with no hike in policy rates and maintaining its stance of withdrawal of accommodation. The Monetary Policy Committee voted in majority (6 out of 6) for a pause in rate hike and kept repo rate unchanged at 6.5%. Also 5 out of 6 members voted to remain focused on withdrawal of accommodation to ensure inflation progressively aligns with the target.

RBI maintained its growth forecast at 7% for 2022-23. RBI revised its FY24 CPI inflation slightly to 5.2% from 5.3% and revised its FY24 growth expectation to 6.50% from 6.40% assuming Crude averaging at USD 85 per barrel. Private consumption is showing signs of slowdown, but urban demand indicators registered robust growth. Rural demand like consumer non-durables, tractor, and two-wheeler sales also registered healthy growth. Supply chains are returning to normalcy globally as well as domestically.

RBI further emphasized that the current action should be considered as a pause and not a pivot in monetary policy. RBI will be watchful of the inflation trend especially the Core inflation which has been sticky for the long period and review its stance in the next policy in June 2023. Considering the current real rates at 130 bps, the markets may like to believe that the rate hike cycle may be nearing its end and thereby, see the limited upside in the yields.

RBI intends to keep liquidity tight with 15 day reverse repo auction draining out excess liquidity from the banking system while looking at government for supply side measures to bring CPI inflation down.

Macro conditions would have to change significantly from current levels to trigger further rate hikes by the RBI. The central bank can always choose to look through any volatile movements in food inflation (due to monsoon/ weather disruptions) or fuel prices (due to some increase in oil prices), till these pressures remain temporary. We therefore expect no more rate hikes by the RBI going forward and see an "extended pause" as the most likely scenario. Inflation continues to remain above the RBI's 4% medium-term target and the policy outcome was hawkish enough to warrant against any let up on monetary tightening.

We expect yields to largely remain range bound at longer end of curve with 10 year G Sec benchmark expected to trade in range of 6.90% to 7.10% with 7.00% as the median. At shorter end of curve up to 1year, we expect yields to soften due to no further rate hike expectations. We expect yields to remain in a narrow band for longish period of time due to heavy borrowing in the long end of the yield curve. Policy seems to support medium term growth, ensuring financial stability and providing greater visibility of low policy volatility.

The government has come up with its H1FY24 borrowing calendar. The borrowing plan for H1 is pegged at Rs 8.88 lakh crore which is 57.6% of overall borrowing plan of FY24. This share is lower than the long run average of 60.8%. Maturity wise concentration is skewed towards longer end securities, especially between 10-40 year papers. This is likely to keep yields of the longer tenor papers stable.

C. SIGNIFICANT ACCOUNTING/ VALUATION POLICIES

Accounting and valuation policies are in accordance with PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines – 2012. The accounting policies are stated in the notes to the financial statements of the Schemes.



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Investments under the Schemes are marked to market and reported in the financial statements at market value. Unrealized gain/ loss, if any, arising out of appreciation/ depreciation in value of investments is transferred to unrealized appreciation/ depreciation reserve.

As per PFRDA directions, the CRISIL Limited carries out the valuation of investments.

D. Liabilities and responsibilities of the PF

Investment Management Agreement for the Private Sector NPS have been executed with the NPS Trust, governing the investment management functions carried out by the Company on behalf of the Trust. The obligations, rights, liabilities etc. of each party are governed by the Investment Management Agreement.

The primary responsibility of a PFM is to generate long-term capital appreciation and optimize return for the subscribers within the ambit of IMA provisions and Regulatory guidelines / directions.

Basis and Policy of Investments

The subscriptions are invested as per the Investment guidelines and restrictions laid down in Investment Management Agreement (IMA) and as per the guidelines prescribed by the Authority from time to time. Further, investments are also governed by internal norms laid down in the investment policy and risk management policy, subject to the above guidelines.

Investment Objective.

To generate long-term capital appreciation and optimize returns for subscribers through investment in Government securities and securities/equities issued by large and Midcap Companies with sound fundamentals and growth potential.

Basis and Policy of Investment underlying the schemes:-

SCHEME Tier I – II (Asset Class – E / C / G)

Tier - I/ II: - Asset class E

In sync with scheme objective of optimizing returns and capital appreciation, the scheme will invest predominantly in large cap growth Companies and build a portfolio representing a cross section of Companies with sound fundamentals and growth prospects.

Tier - I/ II: - Asset class C

The scheme will predominantly invest in top rated long-term debt securities issued by Bodies Corporate / Public Financial Institutions / PSU Bonds / Infrastructure Bonds / Development funds to achieve the scheme objective.

Tier - I/ II: - Asset class G

In consonance with scheme objectives, the scheme will predominantly invest in long term Government of India Bonds / State Government Bonds.

The Price and redemption value of the units, and income from them, can go up as well as down with fluctuations in the market value of underlying investments.



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Tier – I : - Asset class A

To optimize returns through investment in alternative investments as defined and prescribed by PFRDA from time to time. Alternative investments generally include instruments like Asset backed mortgage, REITs and InvITs, category I & II Alternative Investment Funds and Additional Tier 1 Bonds issued by Banks.

Tier – II : - Asset class Tax Saver

The Scheme endeavours to generate optimum returns through exposure across Equities, Fixed Deposits, Corporate Bonds and Government securities including securities issued by State governments.



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K M P S & ASSOCIATES

CHARTERED ACCOUNTANTS

H. O.:102, Yashwant Tower CHSL, Opp. Gurukul Auto Stand, Panchpakhadi, Thane - 400602. Tel-25412102
Branch: 46, R. K. Building, Manorama Nagarkar Road, Taikalwadi, Shivaji Park, Mumbai - 400016. Tel: 24306605

To
The Compliance Officer
TATA Pension Management Limited
19th Floor, Parinee Crescenzo,
G Block, BKC, Bandra East,
Mumbai – 400 051

Subject: Certificate form the Auditor for the adherence with Voting Policy and Guidelines issued by PFRDA for TATA Pension Management Limited (TPML) for the financial year ended March 31, 2023.

1. Introduction

This certificate is issued in our capacity as the Internal Auditor of Pension Fund Schemes managed by **TATA Pension Management Limited (TPML)** ("the AMC") as requested by the Management of the company and as required under Voting Policy and Guidelines issued by PFRDA dated 20/04/2017 for the purpose of compliance with voting policy on assets held by NPS Trust on behalf of NPS subscribers for the financial year ended 31st March, 2023.

2. Management's Responsibility

The Management of the Company is responsible for reviewing and ensuring that it has voted on important decisions that may affect the interest of investors and the rationale recorded for voting decision is prudent and adequate in accordance with PFRDA circular no PFRDA/2017/17/PF/1 dated: 20/04/2017. The Management is also responsible to maintain suitable records to substantiate the adherence to the circular as aforesaid. Further, this responsibility includes ensuring that the relevant records provided to us for our examination are correct and complete.

3. Our Responsibility

Our responsibility is to certify whether the AMC has complied with the PFRDA Guidelines for the period ended 31st March, 2023.

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.

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4. Opinion

On the basis of verification of relevant records and minutes of the Investment Committee meetings of TATA Pension Management Limited (TPML), we certify that the Company has voted on all important decisions that may affect the interest of investors according to the Guidelines and the consensus received from the pension fund coordinator.

5. Restriction on Use

This Certificate has been issued at the request of the Pension Fund solely for the purpose of submission by the Pension Fund to the NPS Trust & PFRDA and should not be used for any other purpose or by any person other than the addressees of this report.

For KMPS & Associates
Chartered Accountants
Firm Reg. No.115956W

K.Kate

Kamlesh Kate
Partner
M. No. 117656
Mumbai, April 07, 2023
UDIN: 23117656BGWAJV4557

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NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

Consolidated Financial Statements of all pension schemes for the year ended 31 March 2023

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Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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Report of Agreed upon Procedures Related to Combined Financial Statements

To,
The Trustees,
National Pension System Trust

We have performed the procedures agreed with you with respect to the accompanying Combined Financial Statements (CFS) of all schemes managed by TATA Pension Management Limited (PFM) on account of National Pension System Trust (NPS Trust) which comprise of the Combined Balance Sheet as at 31st March, 2023, Combined Revenue Account for the period ended and the combined notes to the CFS including a summary of significant accounting policies and other explanatory information with respect to following Schemes:

- i) NPS Trust - A/C TATA PENSION MANAGEMENT LIMITED SCHEME A-Tier I
- ii) NPS Trust - A/C TATA PENSION MANAGEMENT LIMITED SCHEME Tax Saver Tier-II
- iii) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME E - TIER I
- iv) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME E - TIER II
- v) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME C - TIER I
- vi) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME C - TIER II
- vii) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME G - TIER I
- viii) NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME G - TIER II

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.

Management's Responsibility

Management is responsible for the preparation of this CFS in accordance with format prescribed by the NPS Trust and Pension Fund Regulatory and Development Authority (PFRDA), and the disclosure and presentation requirements. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the CFS that is free from material misstatement, whether due to fraud or error selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor' Responsibility

We have conducted verification of the CFS in accordance with SRS 4400 and in accordance with auditing standards generally accepted in India. We have verified and validated that the accompanying CFS has been prepared in accordance with the format prescribed by the NPS. We have relied on management's judgement for the disclosure of notes therein.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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The CFS of all schemes is solely prepared to assist the National Pension Scheme Trust for their combined financial statements in format prescribed for scheme accounts to meet the requirements of PFRDA.

Because the above procedures do not constitute either an audit or a review made in accordance with the generally accepted auditing standards in India, we do not express any assurance on the CFS as at 31st March, 2023.

Other Matters

1. 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, 2023
2. Separate scheme wise financial statements have been prepared for the year ended 31st March, 2023 in accordance with Pension Fund Regulatory and Development Authority (Pension Fund) Regulations, 2015 as amended, Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) executed with the NPS Trust, Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA. based which we have issued separate scheme wise Auditor's Report.

Restriction on Use and Distribution

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. We 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. Further, we have no responsibility to update this report for events and circumstances occurring after the date of this report.

For GRAND MARK & ASSOCIATES
Chartered Accountants
FRN: 011317N



Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380BGNK1158

Place: MUMBAI

Date: 26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

CONSOLIDATED BALANCE SHEET OF ALL PENSION SCHEMES AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	As At 31-Mar-23
LIABILITIES		
Unit Capital	1	1,03,48,90,787
Reserves and Surplus	2	1,78,55,913
Current Liabilities and Provisions	3	1,29,58,941
TOTAL LIABILITIES		1,06,57,05,641
ASSETS		
Investments	4	1,05,09,08,840
Other Current Assets	5	1,47,96,801
TOTAL ASSETS		1,06,57,05,641
(a) Net assets as per Balance Sheets		1,05,27,46,700
(b) Number of units outstanding		10,34,89,078.6095
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

Membership No.: 074380



**For and on behalf of the Board of Directors of
Tata Pension Management Limited**

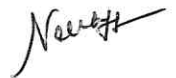


Prathit Bhohe

Director

[DIN : 08136926]





Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place: **MUMBAI**

Date: **26 JUN 2023**

Place: Mumbai

Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan

Chairman, NPS Trust Board

Place: **MUMBAI**

Date: **26 JUN 2023**

26 JUN 2023





Shashi Krishnan

Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

CONSOLIDATED REVENUE ACCOUNT OF ALL PENSION SCHEMES FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Period Ended 31-Mar-23
INCOME		
Interest		83,40,338
Dividend		11,92,407
Profit on sale/redemption of investments		15,27,540
Profit on inter-scheme transfer/sale of investments		2,223
Unrealised gain on value in investments		77,96,139
TOTAL INCOME (A)		1,88,58,647
EXPENSES AND LOSSES		
Unrealised loss in value of investments		1,77,33,298
Loss on sale / redemption of investments		453
Loss on inter-scheme transfer/sale of investments		205
Management fees (including GST)		2,56,103
NPS Trust Fees		12,078
Depository and settlement charges		2,597
CRA fees		5,59,806
Less: Amount recoverable by sale of units on account of CRA		-5,59,806
TOTAL EXPENDITURE (B)		1,80,04,734
Surplus / (Deficit) for the year (A-B)		8,53,913
Less: Amount transferred to Unrealised appreciation account		-99,37,159
Less: Amount transferred to General Reserve		1,07,91,072
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

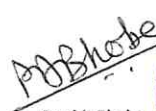
For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N



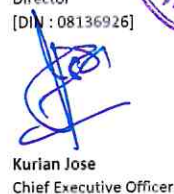
Sushil Kumar Sharma
Partner
Membership No.: 074380

For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhoje
Director
[DIN : 08136926]




Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

MUMBAI

Place: 26 JUN 2023
Date:

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board

Place: MUMBAI
Date: 26 JUN 2023




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
OF ALL PENSION SCHEMES AS AT 31 MARCH 2023
(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	As At 31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	1,16,04,94,839
Less: Units redeemed during the period	12,56,04,052
Outstanding at the end of the period	1,03,48,90,787
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	11,60,49,484.0081
Less: Units redeemed during the period	1,25,60,405.3986
Outstanding Units at the end of the period	10,34,89,078.6095

Schedule 2 - Reserves and Surplus

Particulars	As At 31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	1,99,01,023
Less: Premium on Units redeemed	28,99,023
Add: Transfer from General Reserve	-
Closing Balance	1,70,02,000
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	1,07,91,072
Less: Transfer to Unit Premium Reserve	-
Closing Balance	1,07,91,072
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-99,37,159
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	-99,37,159
Total	1,78,55,913



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED****SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS
OF ALL PENSION SCHEMES AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	As At 31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	83,237
Redemption Payable	1,28,68,568
TDS payable	7,136
Total	1,29,58,941

Schedule 4 - Investments

Particulars	As At 31-Mar-23
Investments (Long Term and Short Term)	
Equity shares	43,79,99,475
Corporate bonds	19,22,84,219
Government securities	35,14,36,515
State development loans	1,09,07,662
Mutual fund units	5,82,80,969
Total	1,05,09,08,840

Schedule 5 - Other Current Assets

Particulars	As At 31-Mar-23
Balances with bank in current account	83,064
Outstanding and accrued income	1,32,13,737
CCIL margin paid	15,00,000
Total	1,47,96,801



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS OF ALL PENSION SCHEMES FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund



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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.

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

B. Basis of preparation

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



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C. Investments

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

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

Valuation of Investments

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

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

As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

Securities traded at a stock exchange:

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

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

Securities not traded at a stock exchange:

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



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

Valuation of Right Shares

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

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

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

Valuation of Debt Securities (other than government securities)

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

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



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

Central and State Government Securities:

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

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

Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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



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

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

D. Income Recognition

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

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

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

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

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

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

E. Units Reconciliation

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



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F. Investment Management Fees

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

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

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

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

G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

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K. Income Taxes

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

L. Non-Performing Assets

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

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

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

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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. **Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 103489066.7044 and the balance 11.9051 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 2,56,103.

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

₹ in Crores

Current Period			
Purchase	%	Sales	%
151.97	377.87	46.03	114.46

5. 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, 2023 is ₹ 10.83 Crores.

6. Net Asset Value:

Sr. No.	Name of Scheme	As on 31st March, 2023 (in ₹)
1.	NPS Trust - A/C Tata Pension Management Limited Scheme E - Tier I	9.9316
2.	NPS Trust - A/C Tata Pension Management Limited Scheme E - Tier II	9.9253
3.	NPS Trust - A/C Tata Pension Management Limited Scheme C - Tier I	10.2420
4.	NPS Trust - A/C Tata Pension Management Limited Scheme C - Tier II	10.3305
5.	NPS Trust - A/C Tata Pension Management Limited Scheme G - Tier I	10.4282
6.	NPS Trust - A/C Tata Pension Management Limited Scheme G - Tier II	10.4668



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7.	NPS Trust - A/C Tata Pension Management Limited Scheme A - Tier I	10.3674
8.	NPS Trust - A/C Tata Pension Management Limited Scheme Tax Saver - Tier II	10.3723

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

Current Period			
Income		Expenditure	
₹	%	₹	%
1,88,58,647	4.69	1,80,04,734	4.48

8. **Other disclosures:**

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

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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Tata Consultancy Services Limited	3348.000	1,07,33,354
Tata Consumer Products Limited	8979.000	63,64,764
7.10% TCFL SERIES H FY 21 22 29 SEP 2031	2.000	18,74,708
7.9873% TCFSL M SERIES 17 APR 2026	2.000	19,90,638
8.00% TCFSL SERIES FY 22 23 OPTION I 01 JUN 2032	1.000	9,91,488
Tata Liquid Fund - Direct Plan - Growth	131.761	4,67,720
Tata Overnight Fund - Direct Plan - Growth	21.825	25,805



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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	77,96,139	0.74
Unrealized Loss	1,77,33,298	1.68
Net Unrealized Gain/(Loss)	(99,37,159)	(0.94)

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party	
Pension Fund Manager	Tata Pension Management Limited	
Sponsor and Holding Company	Tata Asset Management Private Limited	
Key Management Personnel	Kurian Jose	Chief Executive Officer
Key Management Personnel	Ravikant Rathore	Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta	Company Secretary

The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Consultancy Services Limited	Equity Investments	1,11,03,537
Tata Consumer Products Limited	Equity Investments	68,33,405
Tata Capital Financial Services Limited	Bonds Investments	49,18,361
Tata Mutual Fund	MF Investments	10,74,51,228
Tata Mutual Fund	MF Redemptions	10,74,90,489
Tata Pension Management Limited	Investment Management Fees	2,56,103

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	29,877



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13. Provisions

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

14. Investments falling under major industry group

Please refer scheme wise financials for the total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) as on 31st March, 2023.

15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme E Tier I	Very High	Very High	No change from September 2022 quarter to March 2023 quarter
NPS Trust - A/c Tata Pension Management Limited Scheme E Tier II	Very High	Very High	No change from September 2022 quarter to March 2023 quarter
NPS Trust - A/c Tata Pension Management Limited Scheme C Tier I	Moderate	Moderate	No change from September 2022 quarter to March 2023 quarter
NPS Trust - A/c Tata Pension Management Limited Scheme C Tier II	Moderate	Moderate	No change from September 2022 quarter to March 2023 quarter
NPS Trust - A/c Tata Pension Management Limited Scheme G Tier I	Low to Moderate	Moderate	One time change - From Low to Moderate in the September 2022 to Moderate in the December 2022 & March 2023 quarter



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NPS Trust - A/c Tata Pension Management Limited Scheme G Tier II	Low to Moderate	Moderate	One time change - From Low to Moderate in the September 2022 to Moderate in the December 2022 & March 2023 quarter
NPS Trust - A/c Tata Pension Management Limited Scheme A Tier I	Moderate	Low to Moderate	One time change - From Moderate in the September 2022 & December 2022 quarter to Low to Moderate in the March 2023 quarter

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

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

17. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure A.

18. Previous period figures

There are no previous period figures as the all pension schemes were launched on 19 August 2022.



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

For Grandmark & Associates
Chartered Accountants

Firm Registration No.: 011317N




Sushil Kumar Sharma

Partner

M. No. - 074380

For and on behalf of the Board of Directors of
Tata Pension Management Limited





Prathit Bhobe

Director

[DIN : 08136926]

Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : MUMBAI

Date : 26 JUN 2023

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust

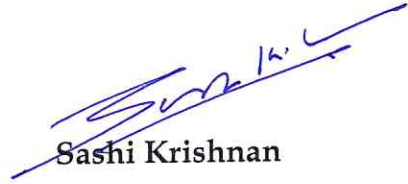


Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date : 26 JUN 2023



Sashi Krishnan

(Chief Executive Officer)



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Key Statistics			
Tata Pension Management Limited			
Combined Key Statistics of all Pension Schemes			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	NA	Highest NAV during the F Y
	Low	NA	Lowest NAV during the F Y
	End	NA	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	10,527.47	Closing AUM as on 31st March of the Current F Y
	AAUM	4,021.79	AAUM = Average daily net assets
3	Gross income as % of AAUM	7.71%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	0.35%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	1.68%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	NA	
* Declared NAV; Returns calculated based on declared NAV			



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NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME E - TIER I

Financial Statements for the year ended 31 March 2023

Contents

Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme E-Tier I ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Deficit** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

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LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VJAYAWADA

Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 67,81,051.91 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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



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material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) The Balance Sheet and Revenue Account of the Scheme are in agreement with the books of account of the Scheme.



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- c) In our opinion, proper books of account of the Scheme, as required by PFRDA have been maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRAND MARK & ASSOCIATES
Chartered Accountants
FRN: 011317N

Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380BGVVIS1262

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NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme E Tier I
		31-Mar-23
LIABILITIES		
Unit Capital	1	42,30,75,710
Reserves and Surplus	2	-28,93,745
Current Liabilities and Provisions	3	11,66,370
TOTAL LIABILITIES		42,13,48,335
ASSETS		
Investments	4	42,13,02,764
Other Current Assets	5	45,571
TOTAL ASSETS		42,13,48,335
(a) Net assets as per Balance Sheets		42,01,81,965
(b) Number of units outstanding		4,23,07,571.0284
(c) NAV per unit		9.9316
Significant accounting policies and notes to accounts	6	


The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N




Sushil Kumar Sharma
Partner
Membership No.: 074380

For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhohe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

MUMBAI
Place:
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board
Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme E Tier I
		31-Mar-23
INCOME		
Dividend		11,09,969
Profit on sale/redemption of investments		3,07,316
Unrealised gain on value in investments		57,54,560
TOTAL INCOME (A)		71,71,845
EXPENSES AND LOSSES		
Unrealised loss in value of investments		1,50,42,004
Management fees (including GST)		1,02,475
NPS Trust Fees		4,847
Depository and settlement charges		518
CRA fees		2,79,612
Less: Amount recoverable by sale of units on account of CRA		-2,79,612
TOTAL EXPENDITURE (B)		1,51,49,844
Surplus / (Deficit) for the year (A-B)		-79,77,999
Less: Amount transferred to Unrealised appreciation account		-92,87,444
Less: Amount transferred to General Reserve		13,09,445
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhobe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

MUMBAI

Place:
Date: 26 JUN 2023

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: 





Shashi Krishnan
Chief Executive Officer

26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme E Tier I
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	43,98,26,985
Less: Units redeemed during the period	1,67,51,275
Outstanding at the end of the period	42,30,75,710
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	4,39,82,698.5270
Less: Units redeemed during the period	16,75,127.4986
Outstanding Units at the end of the period	4,23,07,571.0284

Schedule 2 - Reserves and Surplus

Particulars	Scheme E Tier I
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	53,37,437
Less: Premium on Units redeemed	2,53,183
Add: Transfer from General Reserve	-
Closing Balance	50,84,254
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	13,09,445
Less: Transfer to Unit Premium Reserve	-
Closing Balance	13,09,445
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-92,87,444
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	-92,87,444
Total	-28,93,745



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME E - TIER I****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme E Tier I
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	31,806
Redemption Payable	11,31,798
TDS payable	2,766
Total	11,66,370

Schedule 4 - Investments

Particulars	Scheme E Tier I
	31-Mar-23
Investments (Long Term and Short Term)	
Equity shares	40,64,38,506
Mutual fund units	1,48,64,258
Total	42,13,02,764

Schedule 5 - Other Current Assets

Particulars	Scheme E Tier I
	31-Mar-23
Balances with bank in current account	45,571
Total	45,571



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme E Tier I being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



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As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

Securities traded at a stock exchange:

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

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

Securities not traded at a stock exchange:

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

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

Valuation of Right Shares

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

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

Valuation of Money Market Instruments and Mutual funds

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



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

D. Income Recognition

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

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

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

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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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



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

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

G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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



L. Non-Performing Assets

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

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

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

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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. Unit Capital: Based on the confirmation from CRA the number of units as at the year-end are 42307565.1076 and the balance 5.9208 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 1,02,475.

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

₹ in Crores

Current Period			
Purchase	%	Sales	%
49.13	304.48	6.09	37.77

5. 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, 2023 is ₹ NIL.

6. Net Asset Value: Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 9.9316.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
71,71,845	4.44	1,51,49,844	9.39



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8. Other disclosures:

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

9. Investment in associates and group companies: The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Limited and Tata Consumer Products Limited) of the PFM and its Sponsor Company (Tata Sons Private Limited):

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Tata Consultancy Services Limited	3,105	99,54,320
Tata Consumer Products Limited	8,365	59,29,530

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	57,54,560	1.37
Unrealized Loss	1,50,42,004	3.58
Net Unrealized Gain/(Loss)	(92,87,444)	(2.21)

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Limited
Sponsor and Holding Company	Tata Asset Management Private Limited
Key Management Personnel	Kurian Jose Chief Executive Officer
Key Management Personnel	Ravikant Rathore Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta Company Secretary



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The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Consultancy Services Limited	Equity Investments	1,02,91,196
Tata Consumer Products Limited	Equity Investments	63,64,981
Tata Mutual Fund	MF Investments	3,90,07,549
Tata Mutual Fund	MF Redemptions	3,92,25,800
Tata Pension Management Limited	Investment Management Fees	1,02,475

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	29,877

13. Provisions

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

14. Investments falling under major industry group

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

Equity	As at 31 st March, 2023	
Industry classification	Market value	% of industry
Monetary intermediation of commercial banks, saving banks. Postal savings bank and discount houses	10,75,72,519	26.47%
Manufacture of Other Petroleum n.e.c.	3,63,31,745	8.94%
Writing, modifying, testing of computer program to meet the need of a particular client excluding web-page designing	2,65,59,870	6.53%
Others	23,59,74,372	58.06%
Total	40,64,38,506	100.00%



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

15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme E Tier I	Very High	Very High	No change from September 2022 quarter to March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.



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

For Grandmark & Associates
Chartered Accountants

Firm Registration No.: 011317N




Sushil Kumar Sharma

Partner

M. No. - 074380

For and on behalf of the Board of Directors of
Tata Pension Management Limited





Prathit Bhobe

Director

[DIN : 08136926]

Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : MUMBAI

Date : 26 JUN 2023

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust


Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date : 26 JUN 2023


Sashi Krishnan
(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity			
Adani Ports And Special Economic Zone Limited	47,29,772	1.13%	NA
Apollo Hospitals Enterprise Limited	67,89,668	1.62%	NA
Asian Paints Limited	42,80,558	1.02%	NA
Axis Bank	1,22,76,550	2.92%	NA
Bajaj Finance Limited	53,63,996	1.28%	NA
Bharti Airtel	1,56,61,590	3.73%	NA
Cipla Limited	68,79,820	1.64%	NA
Coal India Limited	70,44,041	1.68%	NA
Cummins India Limited	85,55,400	2.04%	NA
Dabur India Limited	55,06,215	1.31%	NA
Divis Laboratories Limited	42,06,792	1.00%	NA
DLF Limited	92,92,035	2.21%	NA
Eicher Motors Limited	61,48,352	1.46%	NA
Federal Bank	62,82,266	1.50%	NA
Grasim Industries Limited	60,40,990	1.44%	NA
HDFC Bank Limited	3,25,12,910	7.74%	NA
Hindalco Equity	94,91,270	2.26%	NA
Hindustan Unilever Limited	1,20,59,249	2.87%	NA
Housing Development Finance Corporation Limited	1,46,24,035	3.48%	NA
ICICI Bank Limited	2,45,58,614	5.84%	NA
IndusInd Bank Limited	80,68,362	1.92%	NA
Infosys Technologies Limited	2,65,59,870	6.32%	NA
ITC Limited	1,61,66,443	3.85%	NA
Kotak Bank	1,20,60,636	2.87%	NA
Larsen And Toubro	1,63,07,247	3.88%	NA
Mahindra & Mahindra Limited	88,87,229	2.12%	NA
NTCP Limited	1,16,19,636	2.77%	NA
Power Grid Corporation	85,19,047	2.03%	NA
Reliance Industry Limited	3,63,31,745	8.65%	NA
SBI Life Insurance Company Limited	61,71,666	1.47%	NA
State Bank of India	1,18,13,181	2.81%	NA
Sun Pharmaceuticals	68,03,052	1.62%	NA
Tata Consultancy Limited	99,54,320	2.37%	NA
Tata Consumer Products Limited	59,29,530	1.41%	NA
Thermax Limited	77,37,863	1.84%	NA
Ultratech Cement Limited	1,12,04,556	2.67%	NA
Total	40,64,38,506	96.73%	
Mutual Funds			
Axis Overnight Fund Direct Growth	1,48,64,258	3.54%	NA
Total	1,48,64,258	3.54%	
Net current assets	-11,20,799	-0.27%	NA
Grand Total	42,01,81,965	100.00%	



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Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme E – Tier I			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.7172	Highest NAV during the F Y
	Low	9.7111	Lowest NAV during the F Y
	End	9.9316	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	4,201.82	Closing AUM as on 31st March of the Current F Y
	Average (AAUM)	1,613.50	AAUM = Average daily net assets
3	Gross income as % of AAUM	7.31%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	-8.13%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	0.00%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = $((1 + \text{cumulative return})^n - 1)$ (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	-0.68%	
* Declared NAV; Returns calculated based on declared NAV			



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NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME E - TIER II

Financial Statements for the year ended 31 March 2023

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Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme E-Tier II ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Deficit** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400054

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

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Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 3,83,242.2 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) The Balance Sheet and Revenue Account of the Scheme are in agreement with the books of account of the Scheme.



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- c) In our opinion, proper books of account of the Scheme, as required by PFRDA have been maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.


We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRANDMARK & ASSOCIATES
Chartered Accountants
FRN: 011317N


Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380BQVVJW9334

NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme E Tier II
		31-Mar-23
LIABILITIES		
Unit Capital	1	3,31,31,493
Reserves and Surplus	2	-2,47,565
Current Liabilities and Provisions	3	60,185
		3,29,44,113
TOTAL LIABILITIES		
ASSETS		
Investments	4	3,29,43,353
Other Current Assets	5	760
		3,29,44,113
TOTAL ASSETS		
(a) Net assets as per Balance Sheets		3,28,83,928
(b) Number of units outstanding		33,13,149.2699
(c) NAV per unit		9.9253
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**

Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhohe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

MUMBAI
Place:
Date: 26 JUN 2023


Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board




Shashi Krishnan
Chief Executive Officer

MUMBAI
Place:
Date: 26 JUN 2023
26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme E Tier II
		31-Mar-23
INCOME		
Dividend		82,438
Profit on sale/redemption of investments		10,654
Unrealised gain on value in investments		4,53,588
TOTAL INCOME (A)		5,46,680
EXPENSES AND LOSSES		
Unrealised loss in value of investments		13,40,124
Management fees (including GST)		7,811
NPS Trust Fees		367
Depository and settlement charges		40
CRA fees		11,911
Less: Amount recoverable by sale of units on account of CRA		-11,911
TOTAL EXPENDITURE (B)		13,48,342
Surplus / (Deficit) for the year (A-B)		-8,01,662
Less: Amount transferred to Unrealised appreciation account		-8,86,536
Less: Amount transferred to General Reserve		84,874
Amount carried forward to Balance Sheet		
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES
Chartered Accountants
Firm Registration No.: 011317N

Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited

Prathit Bhohe
Director
[DIN : 08136926]



Neeraj Jain
Director
[DIN : 00348591]

Kurian Jose
Chief Executive Officer

MUMBAI
Place:
Date: 26 JUN 2023

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust

Suraj Bhan
Chairman, NPS Trust Board

Place: MUMBAI
Date:

26 JUN 2023



Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023
(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme E Tier II
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	3,55,30,741
Less: Units redeemed during the period	23,99,248
Outstanding at the end of the period	3,31,31,493
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	35,53,074.1040
Less: Units redeemed during the period	2,39,924.8341
Outstanding Units at the end of the period	33,13,149.2699

Schedule 2 - Reserves and Surplus

Particulars	Scheme E Tier II
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	5,83,661
Less: Premium on Units redeemed	29,564
Add: Transfer from General Reserve	-
Closing Balance	5,54,097
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	84,874
Less: Transfer to Unit Premium Reserve	-
Closing Balance	84,874
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-8,86,536
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	-8,86,536
Total	-2,47,565



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME E - TIER II****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme E Tier II
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	2,621
Redemption Payable	57,336
TDS payable	228
Total	60,185

Schedule 4 - Investments

Particulars	Scheme E Tier II
	31-Mar-23
Investments (Long Term and Short Term)	
Equity shares	3,15,60,969
Mutual fund units	13,82,384
Total	3,29,43,353

Schedule 5 - Other Current Assets

Particulars	Scheme E Tier II
	31-Mar-23
Balances with bank in current account	760
Total	760



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme E Tier II being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



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As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

Securities traded at a stock exchange:

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

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

Securities not traded at a stock exchange:

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

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

Valuation of Right Shares

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

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

Valuation of Money Market Instruments and Mutual funds

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



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

D. Income Recognition

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

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

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

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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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



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

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

G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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



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L. Non-Performing Assets

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

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

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

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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. **Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 3313148.7346 and the balance 0.5353 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 7,811.

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

Current Period			
Purchase	%	Sales	%
3,72,03,036	303.31	33,82,758	27.58

5. 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, 2023 is ₹ NIL.

6. **Net Asset Value:** Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 9.9253.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
5,46,680	4.46	13,48,342	10.99



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8. Other disclosures:

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

9. Investment in associates and group companies: The Scheme has made following investment in the Associates and Group companies (Tata Consultancy Limited and Tata Consumer Products Limited) of the PFM and its Sponsor Company (Tata Sons Private Limited):

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Tata Consultancy Services Limited	243	7,79,034
Tata Consumer Products Limited	614	4,35,234

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	4,53,588	1.38
Unrealized Loss	13,40,124	4.08
Net Unrealized Gain/(Loss)	(8,86,536)	(2.70)

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party	
Pension Fund Manager	Tata Pension Management Limited	
Sponsor and Holding Company	Tata Asset Management Private Limited	
Key Management Personnel	Kurian Jose	Chief Executive Officer
Key Management Personnel	Ravikant Rathore	Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta	Company Secretary



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The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Consultancy Services Limited	Equity Investments	8,12,341
Tata Consumer Products Limited	Equity Investments	4,68,424
Tata Mutual Fund	MF Investments	15,47,923
Tata Mutual Fund	MF Redemptions	15,52,813
Tata Pension Management Limited	Investment Management Fees	7,811

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	2,460

13. Provisions

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

14. Investments falling under major industry group

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

Equity	As at 31 st March, 2023	
Industry classification	Market value	% of industry
Monetary intermediation of commercial banks, saving banks. Postal savings bank and discount houses	86,02,901	27.27%
Manufacture of Other Petroleum n.e.c.	28,90,502	9.16%
Writing, modifying, testing of computer program to meet the need of a particular client excluding web-page designing	20,97,659	6.65%
Others	1,79,69,907	56.92%
Total	3,15,60,969	100.00%



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

15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme E Tier II	Very High	Very High	No change from September 2022 quarter to March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.

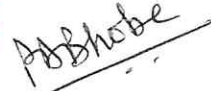


20. Figures have been rounded off to the nearest rupee.

For Grandmark & Associates
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
M. No. - 074380



Prathit Bhobe
Director
[DIN : 08136926]



Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

Place : MUMBAI
Date : 26 JUN 2023

Place : Mumbai
Date : 15/05/2023

For and on behalf of NPS Trust



Suraj Bhan
(Chairman, NPS Trust Board)

Place : MUMBAI
Date : 26 JUN 2023



Sashj Krishnan
(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Equity			
Adani Ports And Special Economic Zone Limited	3,03,312	0.92%	NA
Apollo Hospitals Enterprise Limited	4,52,645	1.38%	NA
Asian Paints Limited	2,07,124	0.63%	NA
Axis Bank	9,22,888	2.81%	NA
Bajaj Finance Limited	5,16,741	1.57%	NA
Bharti Airtel	11,72,185	3.56%	NA
Cipla Limited	5,04,280	1.53%	NA
Coal India Limited	5,08,487	1.55%	NA
Cummins India Limited	5,37,768	1.64%	NA
Dabur India Limited	5,74,870	1.75%	NA
Divis Laboratories Limited	3,07,745	0.94%	NA
DLF Limited	8,02,575	2.44%	NA
Eicher Motors Limited	4,86,560	1.48%	NA
Federal Bank	5,31,846	1.62%	NA
Grasim Industries Limited	4,65,320	1.42%	NA
HDFC Bank Limited	26,62,196	8.10%	NA
Hindalco Equity	7,88,406	2.40%	NA
Hindustan Unilever Limited	8,24,433	2.51%	NA
Housing Development Finance Corporation Limited	11,42,093	3.47%	NA
ICICI Equity	19,34,336	5.88%	NA
IndusInd Bank Limited	7,32,614	2.23%	NA
Infosys Technologies Limited	20,97,659	6.38%	NA
ITC Limited	12,41,773	3.78%	NA
Kotak Bank	9,27,075	2.82%	NA
Larsen And Toubro	12,40,087	3.77%	NA
Mahindra & Mahindra Limited	7,50,838	2.28%	NA
NTCP Limited	8,37,153	2.55%	NA
Power Grid Corporation	6,10,519	1.86%	NA
Reliance Industry Limited	28,90,502	8.79%	NA
SBI Life Insurance Company Limited	4,78,979	1.46%	NA
State Bank of India	8,91,946	2.71%	NA
Sun Pharmaceuticals	4,98,432	1.52%	NA
Tata Consultancy Limited	7,79,034	2.37%	NA
Tata Consumer Products Limited	4,35,234	1.32%	NA
Thermax Limited	6,64,883	2.02%	NA
Ultratech Cement Limited	8,38,431	2.55%	NA
Total	3,15,60,969	95.98%	
Mutual Funds			
Axis Overnight Fund Direct Growth	13,82,384	4.20%	NA
Total	13,82,384	4.20%	
Net current assets	-59,425	-0.18%	NA
Grand Total	3,28,83,928	100.00%	



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Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme E – Tier II			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.6461	Highest NAV during the F Y
	Low	9.6778	Lowest NAV during the F Y
	End	9.9253	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	328.84	Closing AUM as on 31st March of the Current F Y
	Average (AAUM)	122.66	AAUM = Average daily net assets
3	Gross income as % of AAUM	7.33%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	-10.75%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	0.00%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	-0.75%	
* Declared NAV: Returns calculated based on declared NAV			



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NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME C - TIER I

Financial Statements for the year ended 31 March 2023

Contents

Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme C-Tier I ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 25,07,557.21 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) The Balance Sheet and Revenue Account of the Scheme are in agreement with the books of account of the Scheme.



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- c) In our opinion, proper books of account of the Scheme, as required by PFRDA have been maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRANDMARK & ASSOCIATES
Chartered Accountants
FRN: 011317N

A handwritten signature in blue ink, appearing to be "Sushil Kumar Sharma".

Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380B9VVT1214

NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme C Tier I 31-Mar-23
LIABILITIES		
Unit Capital	1	19,79,21,308
Reserves and Surplus	2	47,90,408
Current Liabilities and Provisions	3	7,90,281
TOTAL LIABILITIES		20,35,01,997
ASSETS		
Investments	4	19,78,26,545
Other Current Assets	5	56,75,452
TOTAL ASSETS		20,35,01,997
(a) Net assets as per Balance Sheets		20,27,11,716
(b) Number of units outstanding		1,97,92,130.7510
(c) NAV per unit		10.2420
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N

For and on behalf of the Board of Directors of
Tata Pension Management Limited



Sushil Kumar Sharma
Partner
Membership No.: 074380




Prathit Bhobe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

MUMBAI
Place:
Date: 26 JUN 2023

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board
Place: **MUMBAI**
Date:




Shashi Krishnan
Chief Executive Officer

2 JUN 2023

26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme C Tier I
		31-Mar-23
INCOME		
Interest		28,16,602
Profit on sale/redemption of investments		6,56,417
Unrealised gain on value in investments		1,16,354
TOTAL INCOME (A)		35,89,373
EXPENSES AND LOSSES		
Unrealised loss in value of investments		12,80,539
Management fees (including GST)		52,586
NPS Trust Fees		2,476
Depository and settlement charges		231
CRA fees		1,08,841
Less: Amount recoverable by sale of units on account of CRA		-1,08,841
TOTAL EXPENDITURE (B)		13,35,832
Surplus / (Deficit) for the year (A-B)		22,53,541
Less: Amount transferred to Unrealised appreciation account		-11,64,185
Less: Amount transferred to General Reserve		34,17,726
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N


Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhohe
Director
[DIN : 08136926]



Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board
Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme C Tier I
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	22,65,07,190
Less: Units redeemed during the period	2,85,85,882
Outstanding at the end of the period	19,79,21,308
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	2,26,50,718.9996
Less: Units redeemed during the period	28,58,588.2486
Outstanding Units at the end of the period	1,97,92,130.7510

Schedule 2 - Reserves and Surplus

Particulars	Scheme C Tier I
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	29,87,647
Less: Premium on Units redeemed	4,50,780
Add: Transfer from General Reserve	-
Closing Balance	25,36,867
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	34,17,726
Less: Transfer to Unit Premium Reserve	-
Closing Balance	34,17,726
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-11,64,185
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	-11,64,185
Total	47,90,408



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME C - TIER I****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme C Tier I
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	15,973
Redemption Payable	7,72,919
TDS payable	1,389
Total	7,90,281

Schedule 4 - Investments

Particulars	Scheme C Tier I
	31-Mar-23
Investments (Long Term and Short Term)	
Corporate bonds	18,43,46,464
Mutual fund units	1,34,80,081
Total	19,78,26,545

Schedule 5 - Other Current Assets

Particulars	Scheme C Tier I
	31-Mar-23
Balances with bank in current account	23,324
Outstanding and accrued income	56,52,128
Total	56,75,452



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NATIONAL PENSION SYSTEM TRUST

NPS Trust – A/C Tata Pension Management Limited Scheme C – Tier I

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme C Tier I being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



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As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

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

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

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



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

Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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

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

D. Income Recognition

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

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

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



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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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

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



G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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

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



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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. **Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 19792128.7287 and the balance 2.0223 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 52,586.

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

₹ in Crores

Current Period			
Purchase	%	Sales	%
37.39	453.97	17.56	213.19

5. 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, 2023 is ₹ 9.43 Crores.

6. **Net Asset Value:** Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.2420.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
35,89,373	4.36	13,35,832	1.62



8. Other disclosures:

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

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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
7.10% TCFL SERIES H FY 21 22 29 SEP 2031	2	18,74,708
7.9873% TCFSL M SERIES 17 APR 2026	2	19,90,638
8.00% TCFSL SERIES FY 22 23 OPTION I 01 JUN 2032	1	9,91,488

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	1,16,354	0.06
Unrealized Loss	12,80,539	0.63
Net Unrealized Gain/(Loss)	(11,64,185)	(0.57)

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



12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Limited
Sponsor and Holding Company	Tata Asset Management Private Limited
Key Management Personnel	Kurian Jose Chief Executive Officer
Key Management Personnel	Ravikant Rathore Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta Company Secretary

The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Capital Financial Services Limited	Bonds Investments	49,18,361
Tata Mutual Fund	MF Investments	2,47,43,263
Tata Mutual Fund	MF Redemptions	2,48,77,407
Tata Pension Management Limited	Investment Management Fees	52,586

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	14,998

13. Provisions

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

14. Investments falling under major industry group

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



Corporate Bonds	As at 31 st March, 2023	
Industry classification	Market value	% of industry
Other credit granting	7,75,53,431	42.06%
Activities of specialized institutions granting credit for house purchases that also take deposits	2,98,79,848	16.21%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	2,29,30,376	12.44%
Other monetary intermediation services n.e.c.	1,80,47,123	9.79%
Electric power generation and transmission by nuclear power plant	1,35,95,733	7.38%
Others	2,23,39,953	12.12%
Total	18,43,46,464	100.00%

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

15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme C Tier I	Moderate	Moderate	No change from September 2022 quarter to March 2023 quarter

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

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



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

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.

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

For Grandmark & Associates

Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380

For and on behalf of the Board of Directors of

Tata Pension Management Limited



Prathit Bhohe

Director

[DIN : 08136926]



Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : MUMBAI

Date : 26 JUN 2023

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust

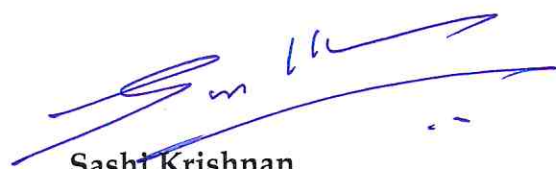


Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date : 26 JUN 2023



Sashi Krishnan

(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Corporate Bonds			
06.88% HDFC Series Z 004 24 Sep 2031	18,74,800	0.92%	AAA
07.02% Bajaj Finance Series 278 18 Apr 2031	28,38,317	1.40%	AAA
07.45% MMFSL Series AF2021 17 Nov 2031	9,53,612	0.47%	AAA
07.47% IRFC Series 166 15 Apr 2033	49,56,175	2.44%	AAA
07.53% RECL 31 Mar 2033	39,47,564	1.95%	AAA
07.55% NPCL Series XXXVII 23 Dec 2032	49,50,498	2.44%	AAA
07.80% HDFC Series Aa-010 06 Sep 2032	9,88,282	0.49%	AAA
07.85% LICHF 424 Option I 18 Aug 2032	19,85,697	0.98%	AAA
07.99% LICHF TRANCH 386 12 Jul 2029	9,95,548	0.49%	AAA
08.00% HDFC Series Aa 009 27 Jul 2032	60,07,507	2.96%	AAA
08.27% NHAI Series 6 28 Mar 2029	82,69,226	4.08%	AAA
08.51% NABARD Series LTIF 3-C 19-Dec-2033	52,81,583	2.61%	AAA
6.40% Jamnagar Utilities & Power Pvt Limited 29 Sep 2026	66,41,466	3.28%	AAA
6.80% SBI Series I Basel III Tier II 21 Aug 2035	47,27,405	2.33%	AAA
7% Pfc TRCNC I Ser III IV 22 January 2031	48,01,000	2.37%	AAA
7.10% TCFL Series H FY 21 22 29 Sep 2031	18,74,708	0.92%	AAA
7.27% NABARD Series 20j 14 Feb 2030	78,23,285	3.86%	AAA
7.51% SBI LTB 06 Dec 2032	50,10,155	2.47%	AAA
7.54% HPCL Series V 15 Apr 2033	19,89,858	0.98%	AAA
7.54% NABARD Series 23E 15 Apr 2033	49,42,256	2.44%	AAA
7.59% PFC Series 221B 17 Jan 2028	9,97,231	0.49%	AAA
7.60% Bajaj Finance Ser 286 Option II 25 Aug 2027	29,44,133	1.45%	AAA
7.65% IRFC Series 167 30 Dec 2032	20,07,008	0.99%	AAA
7.82% Bajaj Finance Series 286 TRANCH 7 08 Sep 2032	39,65,992	1.96%	AAA
7.82% LIC HF 18 November 2032	1,28,80,158	6.35%	AAA
7.90% M&M Financial Services Limited 30 Aug 2027	29,48,453	1.45%	AAA
7.97% Kotak Infra Debt Fund 17 Dec 2027	69,77,213	3.44%	AAA
7.97% Kotak Infra Debt Fund 17 Feb 2028	59,81,522	2.95%	AAA
7.9873% TCFSL M Series 17 Apr 2026	19,90,638	0.98%	AAA
8.00% TCFSL Series FY 22 23 Option I 01 Jun 2032	9,91,488	0.49%	AAA
8.12% Aditya Birla Finance Limited Series H3 18 Nov 2032	1,40,07,994	6.91%	AAA
8.15% HDFC Credila 07 July 2032	20,16,233	0.99%	AAA
8.30% RECL Option B Series 180 25 Jun 2029	10,29,520	0.51%	AAA
8.37% Rec Limited Series 169 Mat 07 Dec 2028	10,36,824	0.51%	AAA
8.40% Canara Bank 27 Apr 2026	1,31,92,816	6.51%	AAA
8.55% HDFC Series V 27 March 2029	51,47,854	2.54%	AAA
8.94% PFC Series 103 25 Mar 2028	63,10,554	3.11%	AAA
9.30% PGC Series - XLVI 04 Sep 2029	54,39,403	2.68%	AAA
IRFC 07.64% Series 165 28 Nov 2037	49,77,251	2.46%	AAA
NPCL 09.18% Series XXVII Tranche E 23 Jan 2029	86,45,237	4.26%	AAA
Total	18,43,46,464	90.94%	
Mutual Funds			
Axis Overnight Fund Direct Growth	1,18,99,559	5.87%	NA
Baroda BNP Paribas Liquid Fund Direct Growth	15,80,522	0.78%	
Total	1,34,80,081	6.65%	
Net current assets	48,85,171	2.41%	NA
Grand Total	20,27,11,716	100.00%	



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Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme C – Tier I			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.2420	Highest NAV during the F Y
	Low	9.9859	Lowest NAV during the F Y
	End	10.2420	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	2,027.12	Closing AUM as on 31st March of the Current F Y
	AAUM	823.66	AAUM = Average daily net assets
3	Gross income as % of AAUM	7.16%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	4.50%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	1.50%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	2.42%	
* Declared NAV: Returns calculated based on declared NAV			



NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME C - TIER II

Financial Statements for the year ended 31 March 2023

Contents

Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme C-Tier II ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 1,91,666.3 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) The Balance Sheet and Revenue Account of the Scheme are in agreement with the books of account of the Scheme.



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- c) In our opinion, proper books of account of the Scheme, as required by PFRDA have been maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRAND MARK & ASSOCIATES
Chartered Accountants
FRN: 011317N

Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380BGNVIX9175

NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme C Tier II
		31-Mar-23
LIABILITIES		
Unit Capital	1	1,17,06,894
Reserves and Surplus	2	3,86,877
Current Liabilities and Provisions	3	1,46,077
TOTAL LIABILITIES		1,22,39,848
ASSETS		
Investments	4	1,19,72,442
Other Current Assets	5	2,67,406
TOTAL ASSETS		1,22,39,848
(a) Net assets as per Balance Sheets		1,20,93,771
(b) Number of units outstanding		11,70,689.3820
(c) NAV per unit		10.3305
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380

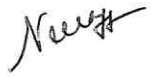


For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhobe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

MUMBAI

Place: **26 JUN 2023**
Date:

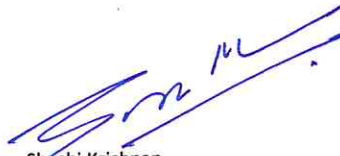
Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board





Shashi Krishnan
Chief Executive Officer

Place: **MUMBAI**
Date:

26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme C Tier II
		31-Mar-23
INCOME		
Interest		93,609
Profit on sale/redemption of investments		46,555
Unrealised gain on value in investments		40,600
TOTAL INCOME (A)		1,80,764
EXPENSES AND LOSSES		
Unrealised loss in value of investments		37,654
Management fees (including GST)		2,628
NPS Trust Fees		123
Depository and settlement charges		5
CRA fees		4,182
Less: Amount recoverable by sale of units on account of CRA		-4,182
TOTAL EXPENDITURE (B)		40,410
Surplus / (Deficit) for the year (A-B)		1,40,354
Less: Amount transferred to Unrealised appreciation account		2,946
Less: Amount transferred to General Reserve		1,37,408
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements


For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhoje
Director
[DIN : 08136926]




Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: **26 JUN 2023**
26 JUN 2023




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme C Tier II
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	1,34,57,000
Less: Units redeemed during the period	17,50,106
Outstanding at the end of the period	1,17,06,894
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	13,45,699.9853
Less: Units redeemed during the period	1,75,010.6033
Outstanding Units at the end of the period	11,70,689.3820

Schedule 2 - Reserves and Surplus

Particulars	Scheme C Tier II
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	2,88,397
Less: Premium on Units redeemed	41,874
Add: Transfer from General Reserve	-
Closing Balance	2,46,523
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	1,37,408
Less: Transfer to Unit Premium Reserve	-
Closing Balance	1,37,408
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	2,946
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	2,946
Total	3,86,877



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME C - TIER II****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme C Tier II
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	962
Redemption Payable	1,45,031
TDS payable	84
Total	1,46,077

Schedule 4 - Investments

Particulars	Scheme C Tier II
	31-Mar-23
Investments (Long Term and Short Term)	
Corporate bonds	79,37,755
Mutual fund units	40,34,687
Total	1,19,72,442

Schedule 5 - Other Current Assets

Particulars	Scheme C Tier II
	31-Mar-23
Balances with bank in current account	557
Outstanding and accrued income	2,66,849
Total	2,67,406



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme C Tier II being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

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

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

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



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

Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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

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

D. Income Recognition

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

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

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



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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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

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



G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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

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



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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. **Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 1170689.1438 and the balance 0.2382 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 2,628.

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

Current Period			
Purchase	%	Sales	%
1,92,40,320	466.15	72,96,212	176.77

5. 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, 2023 is ₹ 39,67,393.

6. **Net Asset Value:** Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.3305.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
1,80,764	4.38	40,410	0.98



8. Other disclosures:

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

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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Nil		

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	40,600	0.34
Unrealized Loss	37,654	0.31
Net Unrealized Gain/(Loss)	2,946	0.02

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Limited
Sponsor and Holding Company	Tata Asset Management Private Limited
Key Management Personnel	Kurian Jose Chief Executive Officer
Key Management Personnel	Ravikant Rathore Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta Company Secretary



The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Mutual Fund	MF Investments	4,04,880
Tata Mutual Fund	MF Redemptions	4,12,410
Tata Pension Management Limited	Investment Management Fees	2,628

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	911

13. Provisions

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

14. Investments falling under major industry group

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

Corporate Bonds	As at 31 st March, 2023	
Industry classification	Market value	% of industry
Other credit granting	49,71,431	62.63%
Activities of specialized institutions granting credit for house purchases that also take deposits	10,42,932	13.14%
Other monetary intermediation services n.e.c.	9,77,911	12.32%
Monetary intermediation of commercial banks, saving banks, postal savings bank and discount houses	9,45,481	11.91%
Total	79,37,755	100.00%

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



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15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme C Tier II	Moderate	Moderate	No change from September 2022 quarter to March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.



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

For Grandmark & Associates
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhobe

Director

[DIN : 08136926]



Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : MUMBAI

Date : 26 JUN 2023

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust



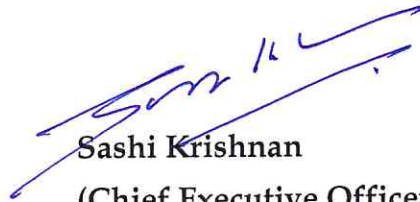
Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date :

26 JUN 2023



Sashi Krishnan

(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Corporate Bonds			
07.47% IRFC Series 166 15 Apr 2033	19,82,470	16.39%	AAA
07.79% PFC Series 202 C 22 July 2030	10,07,012	8.33%	AAA
6.80% SBI Series I Basel III Tier II 21 Aug 2035	9,45,481	7.82%	AAA
7.27% NABARD Series 20j 14 Feb 2030	9,77,911	8.09%	AAA
7.60% Bajaj Finance Ser 286 Option II 25 Aug 2027	9,81,378	8.11%	AAA
8.12% Aditya Birla Finance Limited Series H3 18 Nov 2032	10,00,571	8.27%	AAA
9.00% HDFC Series U 005 29 Nov 2028	10,42,932	8.62%	AAA
Total	79,37,755	65.64%	
Mutual Funds			
Axis Overnight Fund Direct Growth	23,70,914	19.60%	NA
Baroda BNP Paribas Liquid Fund Direct Growth	6,92,675	5.73%	NA
UTI Liquid Cash Fund Direct Growth	9,71,098	8.03%	NA
Total	40,34,687	33.36%	
Net current assets	1,21,329	1.00%	NA
Grand Total	1,20,93,771	100.00%	



Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme C – Tier II			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.3305	Highest NAV during the F Y
	Low	9.9971	Lowest NAV during the F Y
	End	10.3305	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	120.94	Closing AUM as on 31st March of the Current F Y
	Average (AAUM)	41.28	AAUM = Average daily net assets
3	Gross income as % of AAUM	7.20%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	5.59%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	0.00%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	3.31%	
* Declared NAV; Returns calculated based on declared NAV			



NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME G - TIER I

Financial Statements for the year ended 31 March 2023

Contents

Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme G - Tier I ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

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LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 38,44,048.14 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRAND MARK & ASSOCIATES
Chartered Accountants
FRN: 011317N

Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380B9VVJUG436

NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme G Tier I
		31-Mar-23
LIABILITIES		
Unit Capital	1	34,95,09,940
Reserves and Surplus	2	1,49,68,924
Current Liabilities and Provisions	3	1,04,09,082
TOTAL LIABILITIES		37,48,87,946
ASSETS		
Investments	4	36,63,49,537
Other Current Assets	5	85,38,409
TOTAL ASSETS		37,48,87,946
(a) Net assets as per Balance Sheets		36,44,78,864
(b) Number of units outstanding		3,49,50,993.9725
(c) NAV per unit		10.4282
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380




For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhobe
Director
[DN : 08136926]




Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

MUMBAI

Place: **26 JUN 2023**
Date:

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board
Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme G Tier I
		31-Mar-23
INCOME		
Interest		52,44,674
Profit on sale/redemption of investments		4,87,931
Profit on inter-scheme transfer/sale of investments		2,223
Unrealised gain on value in investments		12,74,887
TOTAL INCOME (A)		70,09,715
EXPENSES AND LOSSES		
Unrealised loss in value of investments		31,231
Management fees (including GST)		85,790
NPS Trust Fees		4,041
Depository and settlement charges		1,462
CRA fees		1,46,530
Less: Amount recoverable by sale of units on account of CRA		-1,46,530
TOTAL EXPENDITURE (B)		1,22,524
Surplus / (Deficit) for the year (A-B)		68,87,191
Less: Amount transferred to Unrealised appreciation account		12,43,656
Less: Amount transferred to General Reserve		56,43,535
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N

Sushil Kumar Sharma

Partner

Membership No.: 074380



For and on behalf of the Board of Directors of

Tata Pension Management Limited

Prathit Bhohe
Director
[DIN : 08136926]



Neeraj Jain
Director
[DIN : 00348591]

Kurian Jose
Chief Executive Officer

MUMBAI

Place:

Date:

26 JUN 2023

Place: Mumbai

Date: 15/05/2023

For and on Behalf of NPS Trust

Suraj Bhan

Chairman, NPS Trust Board

Place: MUMBAI

Date:

26 JUN 2023



Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme G Tier I
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	42,31,73,845
Less: Units redeemed during the period	7,36,63,905
Outstanding at the end of the period	34,95,09,940
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	4,23,17,384.5118
Less: Units redeemed during the period	73,66,390.5393
Outstanding Units at the end of the period	3,49,50,993.9725

Schedule 2 - Reserves and Surplus

Particulars	Scheme G Tier I
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	1,01,28,815
Less: Premium on Units redeemed	20,47,082
Add: Transfer from General Reserve	-
Closing Balance	80,81,733
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	56,43,535
Less: Transfer to Unit Premium Reserve	-
Closing Balance	56,43,535
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	12,43,656
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	12,43,656
Total	1,49,68,924



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME G - TIER I****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme G Tier I
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	29,986
Redemption Payable	1,03,76,564
TDS payable	2,532
Total	1,04,09,082

Schedule 4 - Investments

Particulars	Scheme G Tier I
	31-Mar-23
Investments (Long Term and Short Term)	
Government securities	34,99,64,924
Mutual fund units	1,63,84,613
Total	36,63,49,537

Schedule 5 - Other Current Assets

Particulars	Scheme G Tier I
	31-Mar-23
Balances with bank in current account	8,426
Outstanding and accrued income	70,29,983
CCIL margin paid	15,00,000
Total	85,38,409



NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme G Tier I being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

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

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

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



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

Central and State Government Securities:

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

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

Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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

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

D. Income Recognition

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



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

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

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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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



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

G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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



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

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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. **Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 34950991.3079 and the balance 2.6646 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 85,790.

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

₹ in Crores

Current Period			
Purchase	%	Sales	%
57.12	424.68	20.66	153.62

5. 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, 2023 is ₹ 1,00,34,009.

6. **Net Asset Value:** Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.4282.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
70,09,715	5.21	1,22,524	0.09



8. Other disclosures:

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

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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Nil		

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	12,74,887	0.35
Unrealized Loss	31,231	0.01
Net Unrealized Gain/(Loss)	12,43,656	0.34

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party	
Pension Fund Manager	Tata Pension Management Limited	
Sponsor and Holding Company	Tata Asset Management Private Limited	
Key Management Personnel	Kurian Jose	Chief Executive Officer
Key Management Personnel	Ravikant Rathore	Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta	Company Secretary

The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023



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Name of Related Party	Name of Transaction	Current Period
Tata Mutual Fund	MF Investments	4,04,23,979
Tata Mutual Fund	MF Redemptions	4,05,69,005
Tata Pension Management Limited	Investment Management Fees	85,790

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	27,350

13. Provisions

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

14. Investments falling under major industry group

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

Govt. of India - Fully Serviced Bonds	As at 31 st March, 2023	
Industry classification	Market value	% of industry
Other monetary intermediation services n.e.c.	1,84,32,027	86.69%
Regulation of and contribution to efficient operation of business	28,29,005	13.31%
Total	2,12,61,032	100.00%

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



15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme G Tier I	Low to Moderate	Moderate	One time change - From Low to Moderate in the September 2022 to Moderate in the December 2022 & March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.



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

For Grandmark & Associates
Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhobe

Director

[DIN : 08136926]



Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : MUMBAI

Date : 26 JUN 2023

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust



Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date : 26 JUN 2023



Sashi Krishnan

(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Government Securities			
07.10% Gsec 18 Apr 2029	2,65,93,797	7.30%	AAA
6.54% Gsec 17 Jan 2032	1,74,67,240	4.79%	AAA
6.62% Goi 28 Nov 2051	8,14,028	0.22%	AAA
6.64% C GSE 16 Jun 2035	33,06,786	0.91%	AAA
6.67% GSec 15 Dec 2035	57,05,165	1.57%	AAA
7.26% GSec 22 Aug 2032	5,76,24,145	15.81%	AAA
7.28% UP SDL 25 Jan 2032	48,74,920	1.34%	AAA
7.36 GSec 12 Sep 2052	55,96,214	1.54%	AAA
7.38% GSec 20 Jun 2027	2,96,24,954	8.13%	AAA
7.41% GSec 19 Dec 2036	9,06,27,635	24.86%	AAA
7.54% Gsec 23 May 2036	4,97,50,097	13.65%	AAA
7.57% Gujarat SDL 18 Jan 2032	16,11,331	0.44%	AAA
7.61% Gujarat SDL 03 Aug 2032	1,79,474	0.05%	AAA
7.70% Maharashtra SDL 25 May 2032	60,32,742	1.66%	AAA
7.70% Maharashtra SGS 19 Oct 2030	59,90,081	1.64%	AAA
7.88% Gsec 19 Mar 2030	4,84,946	0.13%	AAA
8.15% Goi 24 Nov 2026	1,03,11,480	2.83%	AAA
8.24% GOI 15 Feb 2027	31,06,803	0.85%	AAA
8.33% C GSE 07 Jun 2036	64,28,442	1.76%	AAA
8.33% GOI 09 Jul 2026	10,32,915	0.28%	AAA
8.97% GSec 05 Dec 2030	15,40,697	0.42%	AAA
Total	32,87,03,892	90.18%	
Govt. of India – Fully Serviced Bonds			
06.65% FCI Series lx 23 Oct 2030	28,29,005	0.78%	AAA
7.60% NABARD Series LTIF B 2 23 Nov 2032	1,00,34,009	2.75%	AAA
8.50% NABARD Series SBM-G Sa-3 27 Feb 2029	83,98,018	2.30%	AAA
Total	2,12,61,032	5.83%	
Mutual Funds			
Axis Overnight Fund Direct Growth	1,63,84,613	4.50%	NA
Total	1,63,84,613	4.50%	
Net current assets	1,93,90,359	5.32%	NA
Grand Total	36,44,78,864	100.00%	



Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme G – Tier I			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.4371	Highest NAV during the F Y
	Low	9.9635	Lowest NAV during the F Y
	End	10.4282	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	3,644.75	Closing AUM as on 31st March of the Current F Y
	Average (AAUM)	1,345.10	AAUM = Average daily net assets
3	Gross income as % of AAUM	8.57%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	8.42%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	3.67%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	4.28%	
* Declared NAV; Returns calculated based on declared NAV			



NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME G - TIER II

Financial Statements for the year ended 31 March 2023

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Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme G-Tier II ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 14,51,710.5 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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 **G R A N D M A R K & ASSOCIATES**
Chartered Accountants
FRN: 011317N




Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380BGWJY2017

Place:
Date:

MUMBAI

26 JUN 2023

NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme G Tier II 31-Mar-23
LIABILITIES		
Unit Capital	1	1,33,15,305
Reserves and Surplus	2	6,21,054
Current Liabilities and Provisions	3	3,86,395
TOTAL LIABILITIES		1,43,22,754
ASSETS		
Investments	4	1,40,56,172
Other Current Assets	5	2,66,582
TOTAL ASSETS		1,43,22,754
(a) Net assets as per Balance Sheets		1,39,36,359
(b) Number of units outstanding		13,31,530.4769
(c) NAV per unit		10.4668
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



**For and on behalf of the Board of Directors of
Tata Pension Management Limited**



Prathit Bhobe
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **25 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: **26 JUN 2023**





Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme G Tier II 31-Mar-23
INCOME		
Interest		1,85,453
Profit on sale/redemption of investments		17,236
Unrealised gain on value in investments		54,817
TOTAL INCOME (A)		2,57,506
EXPENSES AND LOSSES		
Unrealised loss in value of investments		1,746
Loss on sale / redemption of investments		453
Loss on inter-scheme transfer/sale of investments		205
Management fees (including GST)		3,178
NPS Trust Fees		149
Depository and settlement charges		341
CRA fees		5,752
Less: Amount recoverable by sale of units on account of CRA		-5,752
TOTAL EXPENDITURE (B)		6,072
Surplus / (Deficit) for the year (A-B)		2,51,434
Less: Amount transferred to Unrealised appreciation account		53,071
Less: Amount transferred to General Reserve		1,98,363
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N

Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited

Prathit Bhobe
Director
[DIN : 08136926]

Neera Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

Place: MUMBAI
Date: 26 JUN 2023

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust

Suraj Bhan
Chairman, NPS Trust Board

Place: MUMBAI
Date: 26 JUN 2023



Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme G Tier II
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	1,56,54,765
Less: Units redeemed during the period	23,39,460
Outstanding at the end of the period	1,33,15,305
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	15,65,476.5259
Less: Units redeemed during the period	2,33,946.0490
Outstanding Units at the end of the period	13,31,530.4769

Schedule 2 - Reserves and Surplus

Particulars	Scheme G Tier II
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	4,43,455
Less: Premium on Units redeemed	73,835
Add: Transfer from General Reserve	-
Closing Balance	3,69,620
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	1,98,363
Less: Transfer to Unit Premium Reserve	-
Closing Balance	1,98,363
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	53,071
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	53,071
Total	6,21,054



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme G Tier II
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	1,383
Redemption Payable	3,84,920
TDS payable	92
Total	3,86,395

Schedule 4 - Investments

Particulars	Scheme G Tier II
	31-Mar-23
Investments (Long Term and Short Term)	
Government securities	1,23,79,253
Mutual fund units	16,76,919
Total	1,40,56,172

Schedule 5 - Other Current Assets

Particulars	Scheme G Tier II
	31-Mar-23
Balances with bank in current account	1,805
Outstanding and accrued income	2,64,777
Total	2,66,582



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme G Tier II being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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

As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:



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

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

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

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

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

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

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



Central and State Government Securities:

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

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

Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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

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

D. Income Recognition

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

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



the right entitlement accrues are traded on the stock exchange on an ex-rights basis.

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

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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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

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



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G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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

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



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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. Unit Capital: Based on the confirmation from CRA the number of units as at the year-end are 1331530.2089 and the balance 0.2680 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 3,178.

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

Current Period			
Purchase	%	Sales	%
2,04,06,469	409.09	64,21,212	128.73

5. 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, 2023 is Nil.

6. Net Asset Value: Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.4668.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
2,57,506	5.16	6,072	0.12

8. Other disclosures:

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



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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Nil		

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	54,817	0.39
Unrealized Loss	1,746	0.01
Net Unrealized Gain/(Loss)	53,071	0.38

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

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

Nature of relationship	Name of the related party	
Pension Fund Manager	Tata Pension Management Limited	
Sponsor and Holding Company	Tata Asset Management Private Limited	
Key Management Personnel	Kurian Jose	Chief Executive Officer
Key Management Personnel	Ravikant Rathore	Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta	Company Secretary

The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Mutual Fund	MF Investments	7,76,061
Tata Mutual Fund	MF Redemptions	7,80,656
Tata Pension Management Limited	Investment Management Fees	3,178

The following amounts are outstanding at the end of the period ended 31 March 2023



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Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	993

13. Provisions

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

14. Investments falling under major industry group

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) as on 31st March, 2023 is Nil.

15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme G Tier II	Low to Moderate	Moderate	One time change - From Low to Moderate in the September 2022 to Moderate in the December 2022 & March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.



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18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.

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

**For Grandmark & Associates
Chartered Accountants**

Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380

**For and on behalf of the Board of Directors of
Tata Pension Management Limited**



Prathit Bhohe

Director

[DIN : 08136926]

Neeraj Jain

Director

[DIN : 00348591]

Kurian Jose

Chief Executive Officer

Place : **MUMBAI**

Date : **26 JUN 2023**

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust

Suraj Bhan

(Chairman, NPS Trust Board)

Place : **MUMBAI**

Date :

26 JUN 2023



Sashi Krishnan

(Chief Executive Officer)

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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Government Securities			
07.10% Gsec 18 Apr 2029	14,70,808	10.55%	AAA
5.63% GOI 12 Apr 2026	9,59,136	6.88%	AAA
6.54% Gsec 17 Jan 2032	2,46,358	1.77%	AAA
6.64% C GSE 16 Jun 2035	9,44,796	6.78%	AAA
6.67% GSec 15 Dec 2035	9,71,292	6.97%	AAA
7.26% GOI 14 Jan 2029	1,60,507	1.15%	AAA
7.26% GSec 22 Aug 2032	18,13,128	13.01%	AAA
7.38% GSec 20 Jun 2027	3,52,438	2.53%	AAA
7.41% GSec 19 Dec 2036	37,32,257	26.78%	AAA
7.54% Gsec 23 May 2036	16,20,854	11.63%	AAA
8.33% C GSE 07 Jun 2036	1,07,679	0.77%	AAA
Total	1,23,79,253	88.83%	
Mutual Funds			
Axis Overnight Fund Direct Growth	16,76,919	12.03%	NA
Total	16,76,919	12.03%	
Net current assets	-1,19,813	-0.86%	NA
Grand Total	1,39,36,359	100.00%	



Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme G – Tier II			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.4774	Highest NAV during the F Y
	Low	9.9970	Lowest NAV during the F Y
	End	10.4668	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	139.36	Closing AUM as on 31st March of the Current F Y
	AAUM	49.88	AAUM = Average daily net assets
3	Gross income as % of AAUM	8.49%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.12%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAuM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	8.29%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	11.88%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	4.67%	
* Declared NAV; Returns calculated based on declared NAV			



NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED

SCHEME A - TIER I

Financial Statements for the year ended 31 March 2023

Contents

Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

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INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the Audit of Financial Statements**Opinion**

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme A-Tier I ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | INDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 90,813.77 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.



Auditor's Responsibility

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 these 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 financial controls relevant to the audit in order to **design** audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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.



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Report on Other Legal and Regulatory Requirements

As required by PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose 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 maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that:

- a. Investments are valued as per directive received from NPS Trust; the valuation of investments is carried out by CRISIL Limited.
- 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 GRAND MARK & ASSOCIATES

Chartered Accountants

FRN: 011317N



Sushil Kumar Sharma

Partner

M. No.: 074380

UDIN: 23074380BGVVJV7662

Place: MUMBAI

Date: 26 JUN 2023

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NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme A Tier I
		31-Mar-23
LIABILITIES		
Unit Capital	1	40,68,486
Reserves and Surplus	2	1,49,488
Current Liabilities and Provisions	3	360
TOTAL LIABILITIES		42,18,334
ASSETS		
Investments	4	42,17,134
Other Current Assets	5	1,200
TOTAL ASSETS		42,18,334
(a) Net assets as per Balance Sheets		42,17,974
(b) Number of units outstanding		4,06,848.6199
(c) NAV per unit		10.3674
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



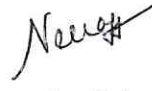
Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhobe
Director
[DIN : 08136926]




Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme A Tier I
		31-Mar-23
INCOME		
Profit on sale/redemption of investments		1,130
Unrealised gain on value in investments		72,722
TOTAL INCOME (A)		73,852
EXPENSES AND LOSSES		
Management fees (including GST)		1,183
NPS Trust Fees		55
CRA fees		2,977
Less: Amount recoverable by sale of units on account of CRA		-2,977
TOTAL EXPENDITURE (B)		1,238
Surplus / (Deficit) for the year (A-B)		72,614
Less: Amount transferred to Unrealised appreciation account		72,722
Less: Amount transferred to General Reserve		-108
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES

Chartered Accountants

Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



For and on behalf of the Board of Directors of
Tata Pension Management Limited


Prathit Bhobe
Director
[DIN: 08136926]




Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

Place: MUMBAI
Date: 26 JUN 2023

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board

Place: MUMBAI
Date: 26 JUN 2023




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme A Tier I
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	41,82,612
Less: Units redeemed during the period	1,14,126
Outstanding at the end of the period	40,68,486
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	4,18,261.2174
Less: Units redeemed during the period	11,412.5975
Outstanding Units at the end of the period	4,06,848.6199

Schedule 2 - Reserves and Surplus

Particulars	Scheme A Tier I
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	79,579
Less: Premium on Units redeemed	2,705
Add: Transfer from General Reserve	-
Closing Balance	76,874
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-108
Less: Transfer to Unit Premium Reserve	-
Closing Balance	-108
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	72,722
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	72,722
Total	1,49,488



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME A - TIER I****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme A Tier I
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	331
TDS payable	29
Total	360

Schedule 4 - Investments

Particulars	Scheme A Tier I
	31-Mar-23
Investments (Long Term and Short Term)	
Mutual fund units	42,17,134
Total	42,17,134

Schedule 5 - Other Current Assets

Particulars	Scheme A Tier I
	31-Mar-23
Balances with bank in current account	1,200
Total	1,200



NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ('PFRDA') for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ('PFRDA' / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme A Tier I being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

Securities traded at a stock exchange:

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

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

Securities not traded at a stock exchange:

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

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

Valuation of Right Shares

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

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

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

Valuation of Debt Securities (other than government securities)

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



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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.
- viii) Investment in "Additional Tier 1 (Basel III Compliant) Perpetual Bonds" [AT1 Bonds], Asset-Backed Security, Mortgage-backed security shall be valued at scrip level prices as above.

Valuation of Money Market Instruments and Mutual funds

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

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



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

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

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

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

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

D. Income Recognition

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

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

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

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

Interest income on all interest bearing investment is recognised on daily accrual basis; when investments are purchased, interest paid for the period from the last



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interest due date upto the date of purchase is debited to Interest Recoverable Account and not included in cost of purchase. Similarly interest received at the time of sale for the period from the last interest due date upto the date of sale credited to Interest Recoverable Account and not included in sale value.

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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

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

G. Trustee Fees

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

H. Other Expenses

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



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I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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

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

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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

2. Unit Capital: Based on the confirmation from CRA the number of units as at the year-end are 406848.3670 and the balance 0.2529 have been identified as residual units with CRA.

3. The Investment management fees including GST during the Current Period is ₹ 1,183.

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

Current Period			
Purchase	%	Sales	%
42,03,390	226.70	62,080	3.35

5. 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, 2023 is ₹ Nil.

6. Net Asset Value: Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.3674.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
73,852	3.98	1,238	0.07



8. Other disclosures:

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

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

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

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	72,722	1.72
Unrealized Loss	-	-
Net Unrealized Gain/(Loss)	72,722	1.72

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



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12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party
Pension Fund Manager	Tata Pension Management Limited
Sponsor and Holding Company	Tata Asset Management Private Limited
Key Management Personnel	Kurian Jose Chief Executive Officer
Key Management Personnel	Ravikant Rathore Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta Company Secretary

The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Mutual Fund	MF Investments	5,11,574
Tata Mutual Fund	MF Redemptions	57,079
Tata Pension Management Limited	Investment Management Fees	1,183

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	314

13. Provisions

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

14. Investments falling under major industry group

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) as on 31st March, 2023 is ₹ Nil.



15. Risk profiling

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

Scheme Name	Risk Profile level at start of the financial period	Risk Profile level at end of the financial period	Number of changes in Risk Profile during the financial period
NPS Trust - A/c Tata Pension Management Limited Scheme A Tier I	Moderate	Low to Moderate	One time change - From Moderate in the September 2022 & December 2022 quarter to Low to Moderate in the March 2023 quarter

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

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

17. Portfolio: The full portfolio is given in Annexure A.

18. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.

19. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.



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

For Grandmark & Associates
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380

For and on behalf of the Board of Directors of
Tata Pension Management Limited



PBBhobe

Prathit Bhobe

Director

[DIN : 08136926]

Neeraj

Neeraj Jain

Director

[DIN : 00348591]

Kurian Jose

Kurian Jose

Chief Executive Officer

Place : MUMBAI
Date : 26 JUN 2023

Place : Mumbai
Date : 15/05/2023

For and on behalf of NPS Trust

Suraj Bhan

Suraj Bhan

(Chairman, NPS Trust Board)

Place : MUMBAI

Date : 26 JUN 2023



Sashi Krishnan

Sashi Krishnan

(Chief Executive Officer)

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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Mutual Funds			
Axis Liquid Fund Direct Growth	3,80,577	9.02%	NA
Baroda BNP Paribas Liquid Fund Direct Growth	9,26,823	21.97%	NA
DSP Liquidity Fund Direct Growth	3,03,819	7.20%	NA
Tata Liquid Fund Direct Growth	4,45,962	10.57%	NA
Tata Overnight Fund Direct Growth	25,805	0.61%	NA
UTI Liquid Cash Fund Direct Growth	21,34,148	50.60%	NA
Total	42,17,134	99.98%	
Net current assets	840	0.02%	NA
Grand Total	42,17,974	100.00%	



Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme A – Tier I			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.3674	Highest NAV during the F Y
	Low	9.9928	Lowest NAV during the F Y
	End	10.3674	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	42.18	Closing AUM as on 31st March of the Current F Y
	AAUM	18.54	AAUM = Average daily net assets
3	Gross income as % of AAUM	6.55%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	6.44%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	0.00%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	3.67%	
* Declared NAV; Returns calculated based on declared NAV			



NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED
SCHEME Tax Saver - TIER II

Financial Statements for the year ended 31 March 2023

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Auditors' Report

Balance Sheet

Revenue Account

Accounting Policies and Notes to Accounts

INDEPENDENT AUDITOR'S REPORT

To,
The Trustees,
National Pension System Trust

Report on the audit of Financial Statements

Opinion

We have audited the accompanying financial statements of NPS Trust - A/c Tata Pension Management Limited Scheme Tax Saver Tier-II ("the Scheme"), under the National Pension System Trust (NPS Trust) managed by Tata Pension Management Limited (PFM) which comprise of Balance Sheet as at March 31, 2023 and the Revenue Account for the period ended, and 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012 and amendments thereto, and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of Balance Sheet, of the state of affairs of the Scheme as at March 31, 2023;
- b) in the case of Revenue Account, of the **Surplus** of the Scheme for the period ended on that date;

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Companies Act, 2013 ("Act") ("SAs"). 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 Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.



G R A N D M A R K & ASSOCIATES
CHARTERED ACCOUNTANTS

H.O. : 215, II-Floor, Neo Corporate Plaza, Kanchpada, Ramchandra Lane Extension, Malad (West), Mumbai – 400064

Corp. Office: 118, L.G.F. Navjivan Vihar, Opp Geetanjali Enclave, Malviya Nagar, New Delhi-110017

Tel.: 011-42705151, 9811085147 | Email: info@grandmarkca.com, sushilsharma@grandmarkca.com | www.grandmarkca.com

Branches: AHMEDABAD | BENGALURU | CHANDIGARH | CHENNAI | COIMBATORE | GURUGRAM | HYDERABAD | JINDORE | KARNAL | KOCHI | KOLKATA
LUCKNOW | LUDHIANA | MUMBAI | NASHIK | NEW DELHI | NOIDA | PANVEL | PUNE | RAIPUR | ROHTAK | UDAIPUR | THIRUVANANTHAPURAM |
VIJAYAWADA

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Other Matters

1. The transactions initiated by subscribers in the Scheme are maintained by the Central Recordkeeping Agency ("CRA") and are not been subjected to audit by us.
2. Rs. 23,000 is lying with Trustee Bank as on 31st March 2023 the units in respect of which have been allotted in the next financial year on receipt of funds by the PFM. Accordingly, the Subscription received pending allotment as well as balances with bank are understated by the said amount.

Management's Responsibility for the Financial Statements

Management of the PFM, in accordance with the Pension Fund Regulatory and Development Authority (PFRDA) Guidelines and the Investment Management Agreement (IMA) with the 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 standards referred to in Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA to Scheme. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Guidelines for safeguarding the assets of the scheme 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, 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 management either intends to close the Scheme, or has no realistic alternative but to do so.

The management is responsible for overseeing the Scheme's financial reporting process. These financial statements are also approved by the NPS Trust on the recommendation of the Board of Directors of the PFM.

Auditor's Responsibility

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



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material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of 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 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 Scheme 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings.

We also provide those charged with governance 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 PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guidelines 2012, and amendment thereto, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
- b) The Balance Sheet and Revenue Account of the Scheme are in agreement with the books of account of the Scheme.



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- c) In our opinion, proper books of account of the Scheme, as required by PFRDA have been maintained by the PFM, so far as it appears from our examination of those books.
- d) In our opinion, all transaction expenses in excess of the limits contractually agreed to/approved by the PFRDA are borne by the PFM and are not charged to the NAV of the Scheme.
- e) In our opinion the Balance Sheet and Revenue Account of the Scheme dealt with by this report comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Accounts) Amendment Rules, 2021 to the extent made applicable by PFRDA.

We further certify that

- a. Investments are valued as per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited.
- 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.

Place: MUMBAI
Date: 26 JUN 2023



For GRAND MARK & ASSOCIATES
Chartered Accountants
FRN: 011317N


Sushil Kumar Sharma
Partner

M. No.: 074380

UDIN: 23074380B9VVJZ7219

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NATIONAL PENSION SYSTEM TRUST

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

BALANCE SHEET AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme Tax Saver Tier II
		31-Mar-23
LIABILITIES		
Unit Capital	1	21,61,651
Reserves and Surplus	2	80,472
Current Liabilities and Provisions	3	191
TOTAL LIABILITIES		22,42,314
ASSETS		
Investments	4	22,40,893
Other Current Assets	5	1,421
TOTAL ASSETS		22,42,314
(a) Net assets as per Balance Sheets		22,42,123
(b) Number of units outstanding		2,16,165.1089
(c) NAV per unit		10.3723
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For **GRANDMARK & ASSOCIATES**
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380

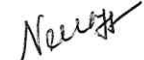


For and on behalf of the Board of Directors of
Tata Pension Management Limited



Prathit Bhobe
Director
[DIN: 08136926]





Neeraj Jain
Director
[DIN : 00348591]



Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust



Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

REVENUE ACCOUNT FOR THE PERIOD FROM 19 AUGUST 2022 TO 31 MARCH 2023

(Currency : Indian Rupees)

Particulars	Schedule	Scheme Tax Saver Tier II
		31-Mar-23
INCOME		
Profit on sale/redemption of investments		301
Unrealised gain on value in investments		28,611
TOTAL INCOME (A)		28,912
EXPENSES AND LOSSES		
Management fees (including GST)		452
NPS Trust Fees		20
CRA fees		1
Less: Amount recoverable by sale of units on account of CRA		-1
TOTAL EXPENDITURE (B)		472
Surplus / (Deficit) for the year (A-B)		28,440
Less: Amount transferred to Unrealised appreciation account		28,611
Less: Amount transferred to General Reserve		-171
Amount carried forward to Balance Sheet		-
Significant accounting policies and notes to accounts	6	

The accompanying notes are an integral part of the financial statements

For GRANDMARK & ASSOCIATES
Chartered Accountants
Firm Registration No.: 011317N



Sushil Kumar Sharma
Partner
Membership No.: 074380



**For and on behalf of the Board of Directors of
Tata Pension Management Limited**


Prathit Bhoje
Director
[DIN : 08136926]





Neeraj Jain
Director
[DIN : 00348591]


Kurian Jose
Chief Executive Officer

Place: **MUMBAI**
Date: **26 JUN 2023**

Place: Mumbai
Date: 15/05/2023

For and on Behalf of NPS Trust


Suraj Bhan
Chairman, NPS Trust Board

Place: **MUMBAI**
Date: **26 JUN 2023**




Shashi Krishnan
Chief Executive Officer

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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023

(Currency : Indian Rupees)

Schedule 1 - Unit Capital

Particulars	Scheme Tax Saver Tier II
	31-Mar-23
Unit Capital	
Outstanding at the beginning of the period	-
Add: Units issued during the period	21,61,701
Less: Units redeemed during the period	50
Outstanding at the end of the period	21,61,651
(Face Value of Rs.10/- each unit, fully paid up)	
Outstanding units at the beginning of the period	-
Add: Units issued during the period	2,16,170.1371
Less: Units redeemed during the period	5.0282
Outstanding Units at the end of the period	2,16,165.1089

Schedule 2 - Reserves and Surplus

Particulars	Scheme Tax Saver Tier II
	31-Mar-23
Unit Premium Reserve	
Opening Balance	-
Add: Premium on Units issued	52,032
Less: Premium on Units redeemed	-
Add: Transfer from General Reserve	-
Closing Balance	52,032
General Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	-171
Less: Transfer to Unit Premium Reserve	-
Closing Balance	-171
Unrealised Appreciation Reserve	
Opening Balance	-
Add / (Less): Transfer from / (to) Revenue Account	28,611
Add: Adjustment for Previous Years unrealised appreciation reserve	-
Closing Balance	28,611
Total	80,472



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NATIONAL PENSION SYSTEM TRUST**NPS TRUST - A/C TATA PENSION MANAGEMENT LIMITED SCHEME TAX SAVER - TIER II****SCHEDULES FORMING PART OF THE FINANCIAL STATEMENTS AS AT 31 MARCH 2023**

(Currency : Indian Rupees)

Schedule 3 - Current Liabilities and Provisions

Particulars	Scheme Tax Saver Tier II
	31-Mar-23
Current Liabilities	
Sundry Creditors for expenses	175
TDS payable	16
Total	191

Schedule 4 - Investments

Particulars	Scheme Tax Saver Tier II
	31-Mar-23
Investments (Long Term and Short Term)	
Mutual fund units	22,40,893
Total	22,40,893

Schedule 5 - Other Current Assets

Particulars	Scheme Tax Saver Tier II
	31-Mar-23
Balances with bank in current account	1,421
Total	1,421



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NATIONAL PENSION SYSTEM TRUST

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

SCHEDULE 6: SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS FOR THE PERIOD ENDED 31 MARCH 2023

A. Background

1. Tata Pension Management Limited ('the Company') has been appointed as a Pension Fund Manager ('PFM') by the Pension Fund Regulatory and Development Authority ("PFRDA") for the management of Pension Schemes under the National Pension System ('NPS'). Accordingly, the Company has entered into an Investment Management Agreement ('IMA') with NPS Trust. The Pension Fund Regulatory and Development Authority ("PFRDA" / "Authority") guidelines require each PFM to manage subscribers' funds. As per unbundled architecture of the NPS, the main responsibility of PFM is to manage funds in accordance with the laid down guidelines and declare NAV. As per the architecture, the Protean eGov Technologies Ltd., KFin Technologies Ltd. and Computer Age Management Services Ltd. being the Central Recordkeeping Agency (CRA) provides consolidated data to PFM for allotment / redemption of units and Axis Bank, being the Trustee Bank, provides / receives funds on consolidated basis in respect of such allotment / redemption.
2. The Company manages eight separate schemes under the two tiered structure (Tier I and II) prescribed under the NPS. The schemes are classified as Scheme E, C, G, A and Tax Saver based on the asset class prescribed under the NPS as follows:
Scheme E - Equity market instruments
Scheme C - Credit risk bearing fixed income instruments
Scheme G - Government securities
Scheme A - Alternate Investment Fund
Scheme Tax Saver - Hybrid Investment Fund

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



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

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

CRA responsibilities include the following:

- Record keeping, administration and customer service function for NPS subscriber,
- Providing Unique Permanent Retirement Account Number (PRAN) to each subscriber,
- Maintaining database of all PRANs issued, scanned copies of KYC documents and recording transactions relating to each subscriber PRAN,
- PRAN Transaction Statement,
- Providing Centralised Grievance Management System, periodic consolidated statement of transactions, subscriber maintenance services and claim processing cell,
- Record keeping
- An operational interface between PFRDA and other NPS intermediaries such as Pension Fund Managers, Annuity Service Providers, Trustee Bank etc.

CRA is responsible to resolve all queries pertaining to investors. CRA informs about the fund flow to Pension Fund Managers (PFM) and also instruct Axis Bank to credit PFM's pool account maintained with them.



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

B. Basis of preparation

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

The financials have been prepared for Scheme Tax Saver Tier II being managed by the company.

C. Investments

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

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

Valuation of Investments

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

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



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As per directive received from NPS Trust, the valuation of investments is carried out by CRISIL Limited w.e.f. effective 1st April, 2022. The Investment valuation methodology adopted by CRISIL is as follows:

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

Securities traded at a stock exchange:

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

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

Securities not traded at a stock exchange:

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

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

Valuation of Right Shares

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

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

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

Valuation of Debt Securities (other than government securities)

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



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



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Valuation of Money Market Instruments and Mutual funds

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

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

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

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

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

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

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

D. Income Recognition

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

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



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

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

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

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

E. Units Reconciliation

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

F. Investment Management Fees

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

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

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

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



G. Trustee Fees

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

H. Other Expenses

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

I. Unit Premium Reserve

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

J. Computation of NAV

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

K. Income Taxes

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

L. Non-Performing Assets

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

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

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



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

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



M. Notes to accounts for the period ended 31 March 2023

1. Investments

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

- 2. Unit Capital:** Based on the confirmation from CRA the number of units as at the year-end are 216165.1059 and the balance 0.0030 have been identified as residual units with CRA.

- 3.** The Investment management fees including GST during the Current Period is ₹ 452.

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

Current Period			
Purchase	%	Sales	%
22,27,189	310.30	15,320	2.13

- 5.** 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, 2023 is ₹ Nil.

- 6. Net Asset Value:** Net Assets Value of the Scheme as on 31st March, 2023 is ₹ 10.3723.

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

Current Period			
Income		Expenditure	
₹	%	₹	%
28,912	4.03	472	0.07



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8. Other disclosures:

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

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

Name of Scheme	Current Period	
	No. of Units 31 st March, 2023	Market Value as on 31 st March, 2023 (₹)
Tata Liquid Fund - Direct Plan - Growth	6.130	21,760

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

Particular	As on 31 st March, 2023	
	₹	% to Net Assets
Unrealized Gain	28,611	1.28
Unrealized Loss	-	-
Net Unrealized Gain/(Loss)	28,611	1.28

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

12. Details of transactions with sponsor and its related parties

Nature of relationship	Name of the related party	
Pension Fund Manager	Tata Pension Management Limited	
Sponsor and Holding Company	Tata Asset Management Private Limited	
Key Management Personnel	Kurian Jose	Chief Executive Officer
Key Management Personnel	Ravikant Rathore	Chief Investment Officer & Fund Manager
Key Management Personnel	Tejas Jayesh Mehta	Company Secretary



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The following represents significant transactions between the Company and its related parties for the period ended 31 March 2023

Name of Related Party	Name of Transaction	Current Period
Tata Mutual Fund	MF Investments	35,998
Tata Mutual Fund	MF Redemptions	15,320
Tata Pension Management Limited	Investment Management Fees	452

The following amounts are outstanding at the end of the period ended 31 March 2023

Name of Related Party	Name of Transaction	As on 31 st March, 2023
Tata Pension Management Limited	Investment Management Fees	167

13. Provisions

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

14. Investments falling under major industry group

The total value of investments falling under each major industry group (which constitutes not less than 5% of the total investments in the major classification of the financials) as on 31st March, 2023 is ₹ Nil.

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

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

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

17. The Key Statistics for the Financial Period 2022-23 is attached as per Annexure B.



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18. Previous period figures

There are no previous period figures as the fund was launched on 19 August 2022.

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

**For Grandmark & Associates
Chartered Accountants**

Firm Registration No.: 011317N



Sushil Kumar Sharma

Partner

M. No. - 074380



**For and on behalf of the Board of Directors of
Tata Pension Management Limited**



Prathit Bhobe

Director

[DIN : 08136926]



Neeraj Jain

Director

[DIN : 00348591]



Kurian Jose

Chief Executive Officer

Place : **MUMBAI**

Date : **26 JUN 2023**

Place : Mumbai

Date : 15/05/2023

For and on behalf of NPS Trust



Suraj Bhan

(Chairman, NPS Trust Board)

Place : **MUMBAI**

Date : **26 JUN 2023**



Sashi Krishnan

(Chief Executive Officer)



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NATIONAL PENSION SYSTEM TRUST

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

Portfolio statement for the period ended 31 March 2023

Name of the instrument	Market value	% of Portfolio	Rating (if any)
Mutual Funds			
Axis Liquid Fund Direct Growth	3,92,348	17.50%	NA
Baroda BNP Paribas Liquid Fund Direct Growth	5,00,209	22.31%	NA
DSP Liquidity Fund Direct Growth	57,557	2.57%	NA
Tata Liquid Fund Direct Growth	21,760	0.97%	NA
UTI Liquid Cash Fund Direct Growth	12,69,019	56.60%	NA
Total	22,40,893	99.95%	
Net current assets	1,230	0.05%	NA
Grand Total	22,42,123	100.00%	



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Key Statistics			
Tata Pension Management Limited			
NPS Trust – A/C Tata Pension Management Limited Scheme Tax Saver – Tier II			
S. No.	Particulars	As at March 31, 2023	Remarks/Formula/Method of Cal.
1	NAV Per Unit (Rs.)*		NAV = (Market value of investment held by scheme + value of current assets - value of current liability and provisions, if any) / (no. of units at the valuation date (before creation / redemption of units))
	Open	NA	Closing NAV as on 1st April of the Current F Y
	High	10.3723	Highest NAV during the F Y
	Low	9.9967	Lowest NAV during the F Y
	End	10.3723	Closing NAV as on 31st March of the Current F Y
2	Closing Assets Under Management (Rs. In Lakhs)		
	End	22.42	Closing AUM as on 31st March of the Current F Y
	AAUM	7.18	AAUM = Average daily net assets
3	Gross income as % of AAUM	6.65%	Gross Income = Total Income as per Revenue Account
4	Expense Ratio		
a	Total Expense as % of AAUM (Scheme wise)	0.11%	Total Expenses = Expenses include management fees, custody fees, trustee fees, Depository and settlement charges and Stamp duty but excludes Unrealised / Realised loss
b	Management Fee as % of AAUM (Scheme Wise)	0.09%	Management fee as % of AAUM is annualised. Management fees (Including applicable Taxes) as per Revenue Account
5	Net Income as a percentage of AAUM	6.54%	Net Income = Surplus / Deficit as per Revenue Account
6	Portfolio turnover ratio	0.00%	Portfolio Turnover = Lower of sales or purchase divided by the average AUM for the period. Investments in liquid mutual fund is excluded from the turnover as the same is primarily for liquidity management
7	Returns (%)* Compounded Annualised Yield		
	Last 1 Year	NA	Returns (%)* Compounded Annualised Yield is to be calculated based on following formula = ((1+ cumulative return)^n) -1 (where n=365/no. of days)
	Last 3 Years	NA	
	Last 5 Years	NA	
	Last 10 Years	NA	
	Since inception of the scheme (19th August, 2022)	3.72%	
* Declared NAV; Returns calculated based on declared NAV			



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