



नेशनल पेंशन सिस्टम ट्रस्ट (एन पी एस ट्रस्ट)

NATIONAL PENSION SYSTEM TRUST (NPS TRUST)

वित्तीय वर्ष 2017-18 की वार्षिक रिपोर्ट व खाते

Annual Report &

Audited Accounts for the Financial Year 2017-18

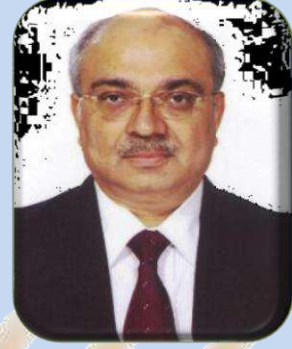
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नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) का ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को)
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018



श्री शैलेश हरिभक्ति, अध्यक्ष व ट्रस्टी
(दिनांक 11 नवम्बर 2017 तक)

Shri Shailesh Haribhakti, Chairman & Trustee
(Till 11th November 2017)



श्री अश्विन पारिख, अध्यक्ष व ट्रस्टी
(12 नवम्बर 2017 के बाद से)

Shri Ashvin Parekh, Chairman & Trustee
(w.e.f 12th November 2017)



श्रीमती पल्लवी श्रोफ, ट्रस्टी
(दिनांक 11 नवम्बर 2017 तक)

Smt. Pallavi Shroff, Trustee
(Till 11th November 2017)



श्री एन डी गुप्ता, ट्रस्टी
(दिनांक 27 जनवरी 2018 तक)

Shri N D Gupta, Trustee
(Till 27th January 2018)



श्री अतानु सेन, ट्रस्टी
(12 जून 2017 के बाद से)
Shri Atanu Sen, Trustee
(w.e.f 12th June 2017)



श्री दिनेश कुमार मेहरोतरा, ट्रस्टी
(12 नवम्बर 2017 के बाद से)
Shri Dinesh Kumar Mehrotra,
Trustee
(w.e.f 12th November 2017)



श्री राधाकृष्णन नायर, ट्रस्टी
(12 नवम्बर 2017 के बाद से)
Shri Radhakrishnan Nair, Trustee
(w.e.f 12th November 2017)



श्री संजीव चनाना, ट्रस्टी
(12 नवम्बर 2017 के बाद से)
Shri Sanjeev Chanana, Trustee
(w.e.f 12th November 2017)

नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) का ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को)
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018



श्री कमल चौधरी, मुख्य कार्यकारी अधिकारी
(दिनांक 30 अप्रैल 2018 तक)
Shri Kamal Chaudhry, Chief Executive Officer
(Till 30th April 2018)



श्री सत्य रंजन प्रसाद, कार्यवाहक मुख्य कार्यकारी अधिकारी
(दिनांक 1 मई 2018 से 17 जून 2018 तक)
Shri Satya Ranjan Prasad, Officiating Chief Executive Officer
(From 1st May 2018 to 17th June 2018)



श्री मुनीश मालिक, मुख्य कार्यकारी अधिकारी
(दिनांक 18 जून 2018 के बाद से)
Shri Munish Malik, Chief Executive Officer
(w.e.f 18th June 2018)

N P S

नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) के ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को) का विवरण
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018- Details

<p>श्री शैलेश हरिभक्ति (अध्यक्ष, हरिभक्ति एंड कंपनी एलएलपी. मुंबई) Shri Shaliesh Haribhakti (Chairman of Haribhakti & Co. LLP, Mumbai)</p>	<p>अध्यक्ष व ट्रस्टी (11 नवम्बर 2017 को अध्यक्ष व ट्रस्टी के रूप में सेवानिवृत्त) Chairman & Trustee (Retired as Chairman & Trustee on 11th November 2017)</p>
<p>श्री अश्विन पारेख (अश्विन पारेख एडवाइजरी सर्विसेज एलएलपी के प्रबंध पार्टनर) Shri Ashvin Parekh (Managing Partner of Ashvin Parekh Advisory Services LLP)</p>	<p>अध्यक्ष व ट्रस्टी (पी. एफ. आर. डी. ऐ. द्वारा दिनांक 30 मार्च 2015 को ट्रस्टी नियुक्त व दिनांक 30 मार्च 2018 को पुनः नियुक्त) (पी. एफ. आर. डी. ऐ. द्वारा दिनांक 12 नवम्बर 2017 को अध्यक्ष के रूप में नियुक्त) Chairman & Trustee (Appointed by PFRDA as Trustee with effect from 30th March 2015, reappointed on 30th March 2015) (Appointed by PFRDA as Chairman with effect from 12th November 2017)</p>
<p>श्रीमती पल्लवी श्रोफ (प्रबंध पार्टनर शरदुल अमरचंद मंगलदास एंड कंपनी, नई दिल्ली) Smt. Pallavi Shroff (Managing Partner at Shardul Amarchand Mangaldas & Co., New Delhi)</p>	<p>ट्रस्टी (11 नवम्बर 2017 को ट्रस्टी के रूप में सेवानिवृत्त) Trustee (Retired as Trustee on 11th November 2017)</p>

नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) के ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को) का विवरण
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018- Details

<p>श्री एन डी गुप्ता</p> <p>(भारत के चार्टर्ड एकाउंटेंट्स संस्थान के अध्यक्ष (2001-02), अंतर्राष्ट्रीय लेखा मानक समिति (ब्रिटेन) के बोर्ड के सदस्य (2001-04) और लेखाकार के इंटरनेशनल फेडरेशन (संयुक्त राज्य अमरीका) के बोर्ड के सदस्य (2000 & 2001), मोतीलाल नेहरु राष्ट्रीय प्रौद्योगिकी संस्थान, एमएचआरडी, भारत सरकार के अध्यक्ष (2005-11))</p> <p>Shri N. D. Gupta</p> <p>(President of Institute of Chartered Accountants of India (2001-02), Board Member of International Accounting Standards Committee (IASC), U.K (2001-04) and International Federation of Accountants (IFAC), USA) (2000 & 2001), Chairman of Motilal Nehru National Institute of Technology, MHRD,GOI, (2005-11))</p>	<p>ट्रस्टी</p> <p>(27 जनवरी 2018 को ट्रस्टी के रूप में सेवानिवृत्त)</p> <p>Trustee</p> <p>(Retired as Trustee on 27th January 2018)</p>
<p>श्री अतानु सेन</p> <p>(पूर्व प्रबंध निदेशक और मुख्य कार्यकारी अधिकारी एसबीआई लाइफ इंश्योरेंस कंपनी लिमिटेड)</p> <p>Shri Atanu Sen</p> <p>(Former Managing Director & Chief Executive Officer of SBI Life Insurance Company Limited)</p>	<p>ट्रस्टी</p> <p>(पी.एफ.आर.डी.ए. द्वारा दिनांक 12 जून 2017 को ट्रस्टी नियुक्त)</p> <p>Trustee</p> <p>(Appointed by PFRDA as Trustee with effect from 12th June 2017)</p>
<p>श्री दिनेश कुमार मेहरोत्रा</p> <p>(पूर्व अध्यक्ष, लाइफ इन्शुरन्स कारपोरेशन ऑफ़ इंडिया)</p> <p>Shri Dinesh Kumar Mehrotra</p> <p>(Former Chairman, Life Insurance Corporation of India)</p>	<p>ट्रस्टी</p> <p>(पी.एफ.आर.डी.ए. द्वारा दिनांक 12 नवम्बर 2017 को ट्रस्टी नियुक्त)</p> <p>Trustee</p> <p>(Appointed by PFRDA as Trustee with effect from 12th November 2017)</p>

नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) के ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को) का विवरण
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018- Details

<p>श्री राधाकृष्णन नायर</p> <p>(पूर्व सदस्य [वित्त और निवेश], बीमा नियामक और विकास प्राधिकरण)</p> <p>Shri Radhakrishnan Nair</p> <p>(Former Member (Finance & Investment), Insurance Regulatory and Development Authority)</p>	<p>ट्रस्टी</p> <p>(पी.एफ.आर.डी.ए. द्वारा दिनांक 12 नवम्बर 2017 को ट्रस्टी नियुक्त)</p> <p>Trustee</p> <p>(Appointed by PFRDA as Trustee with effect from 12th November 2017)</p>
<p>श्री संजीव चनाना</p> <p>(कार्यकारी निदेशक और बोर्ड के सदस्य, ओरिएंटल इश्योरेंस कंपनी लिमिटेड)</p> <p>Shri Sanjeev Chanana</p> <p>(Executive Director & Board Member, Oriental Insurance Company Limited)</p>	<p>ट्रस्टी</p> <p>(पी.एफ.आर.डी.ए. द्वारा दिनांक 12 नवम्बर 2017 को ट्रस्टी नियुक्त)</p> <p>Trustee</p> <p>(Appointed by PFRDA as Trustee with effect from 12th November 2017)</p>
<p>श्री कमल चौधरी</p> <p>(स्थापना के बाद पीएफआरडीए के साथ जुड़े और बीमा और पेंशन क्षेत्र में व्यापक अनुभव)</p> <p>Shri Kamal Chaudhry</p> <p>(Associated with PFRDA since inception and has vast experience in Insurance & Pension Sector)</p>	<p>मुख्य कार्यकारी अधिकारी</p> <p>(30 अप्रैल 2018 को मुख्य कार्यकारी अधिकारी के रूप में सेवानिवृत्त)</p> <p>Chief Executive Officer</p> <p>(Retired as Chief Executive Officer on 30th April 2018)</p>
<p>श्री सत्य रंजन प्रसाद</p> <p>(कार्यकारी निदेशक, पी. एफ. आर. डी. ऐ.)</p> <p>Shri Satya Ranjan Prasad</p> <p>(Executive Director, PFRDA)</p>	<p>कार्यवाहक मुख्य कार्यकारी अधिकारी</p> <p>(पी. एफ. आर. डी. ऐ. द्वारा दिनांक 01 मई 2018 से 17 जून 2018 तक मुख्य कार्यकारी अधिकारी के रूप में नियुक्त)</p> <p>Officiating Chief Executive Officer</p> <p>(Appointed by PFRDA as Officiating CEO from 01st May 2018 to 17th June 2018)</p>

नेशनल पेंशन सिस्टम ट्रस्ट (एन.पी.एस.ट्रस्ट) के ट्रस्टी बोर्ड (दिनांक 28 जून 2018 को) का विवरण
Board of Trustees of National Pension System Trust (NPS Trust) as on 28th June 2018- Details

<p>श्री मुनीश मालिक</p> <p>(पूर्व फाइनेंस ऑफिसर, भारतीय प्रौद्योगिकी संस्थान, कानपुर)</p> <p>Shri Munish Malik</p> <p>(Former Finance Officer, Indian Institute of Technology, Kanpur)</p>	<p>मुख्य कार्यकारी अधिकारी</p> <p>(पी. एफ. आर. डी. ऐ. द्वारा दिनांक 18 जून 2018 को मुख्य कार्यकारी अधिकारी के रूप में नियुक्त)</p> <p>Chief Executive Officer</p> <p>(Appointed by PFRDA as CEO w.e.f 18th June 2018)</p>
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एन. पी. एस. ट्रस्ट के व्यवसाय समीक्षा सलाहकार

क्रिसिल लिमिटेड

क्रिसिल हाउस, सेंट्रल एवेन्यू, हीरानन्दानी बिजनेस पार्क, पवई, मुंबई 400 076

संपर्क अधिकारी :-

श्री जीजू विद्याधरन, वरिष्ठ निदेशक, फंड व फिक्स्ड इंकम रिसर्च

BUSINESS REVIEW CONSULTANTS to NPS TRUST

CRISIL Limited

CRISIL House, Central Avenue, Hiranandani Business Park,
Powai, Mumbai 400 076.

Contact Person:-

Shri Jiju Vidyadharan, Senior Director, Funds & Fixed Income Research.

एन. पी. एस. ट्रस्ट के भुगतान गेटवे सेवा प्रदाता

(क) स्टेट बैंक ऑफ इंडिया (एसबीआई ईपे)
एग्रीगेटर मॉड्यूल, न्यू बिजनेस डिपार्टमेंट
कॉर्पोरेट सेंटर, चौथी मंजिल, टावर 4
सेक्टर- 11, सी. बी. डी. बेलापुर
नवी मुंबई - 400 614

संपर्क अधिकारी :- श्री अभिजीत खान, चीफ मैनेजर, एग्रीगेटर मॉड्यूल

(ख) इंडियाआइडियाज.कॉम लिमिटेड (बिलडेस्क)
ई-510, क्रिस्टल प्लाजा, न्यू लिंक रोड, अंधेरी (वेस्ट),
मुंबई - 400 053

संपर्क अधिकारी :- श्री सौविक सिन्हा, बिजनेस डेवलपमेंट मैनेजर

PAYMENT GATEWAY SERVICE PROVIDER TO NPS TRUST

(A) State Bank of India (SBI ePay)
Aggregator Module, New Business Dept.
Corporate Centre, 4th Floor, Tower 4
Sector – 11, C.B.D. Belapur
Navi Mumbai – 400 614

Contact Person:- Shri Abhijit Khan, Chief Manager, Aggregator Module

(B) Indialdeas.com Limited (BillDesk)
E-510, Crystal Plaza,
New Link Road, Andheri (W),
Mumbai- 400 053

Contact Person:- Shri Souvik Sinha, Business Development Manager

नेशनल पेंशन सिस्टम (एन. पी. एस.) की मध्यवर्ती संस्थाएँ (इंटेर्मेडियरिस)
(दिनांक 28 जून 2018 को)

INTERMEDIARIES FOR THE NATIONAL PENSION SYSTEM (NPS) SCHEMES
(As on 28th June 2018)

पेंशन निधि (पी. एफ.)

Pension Funds (PFs)

क्रमांक S. No.	पेंशन निधि Pension Funds	अभिदाता ग्राहक वर्ग / Subscriber Class
1.	एस. बी. आई. पेंशन फंड्स (पी.) लिमिटेड 32, तीसरा तल, मेकर चेम्बर - III, नरीमन पॉइंट, मुंबई- 400 021 संपर्क अधिकारी:- श्री कुमार शरदंदु, प्रबंध निदेशक व सी ई ओ SBI Pension Funds (P) Ltd, No. 32, 3rd Floor, Maker Chambers-III, Nariman Point, Mumbai- 400 021 Contact Person:- Sh. Kumar Sharadindu, Managing Director & CEO	केंद्र व राज्य सरकार (सी जी व एस जी) तथा निजी क्षेत्र Central Government & State Government (CG & SG) and Private Sector)
2.	एल आई सी पेंशन फंड लिमिटेड प्रथम तल , पूर्व विंग , औद्योगिक आश्वासन बिल्डिंग वीर नरीमन रोड, चर्चगेट , मुंबई - 400 020 संपर्क अधिकारी:- सुश्री प्रीति पंवार, मुख्य कार्यकारी अधिकारी LIC Pension Fund Limited, 1st Floor, East Wing, Industrial Assurance Building Veer Nariman Road, Churchgate, Mumbai – 400 020. Contact Person:- Ms. Priti Panwar, Chief Executive Officer	केंद्र व राज्य सरकार (सी जी व एस जी) तथा निजी क्षेत्र Central Government & State Government (CG & SG) and Private Sector

क्रमांक S. No.	पेंशन निधि Pension Funds	अभिदाता ग्राहक वर्ग / Subscriber Class
3.	<p>यूटीआई रिटायरमेंट सॉल्यूशंस लिमिटेड, यूटीआई टॉवर, 'जीएन' ब्लॉक, बांद्रा कुर्लाकॉम्प्लेक्स, बांद्रा (पूर्व), मुंबई- 400 051 संपर्क अधिकारी:- श्री बलराम पी. भगत, मुख्य कार्यकारी अधिकारी</p> <p>UTI Retirement Solutions Ltd, UTI Tower, 'Gn' Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 Contact Person:- Sh. Balram P. Bhagat, Chief Executive Officer</p>	<p>केंद्र व राज्य सरकार (सी जी व एस जी) तथा निजी क्षेत्र</p> <p>Central Government & State Government (CG & SG) and Private Sector</p>
4.	<p>आईसीआईसीआई प्रूडेंशियल पेंशन फंड मैनेजमेंट कंपनी लिमिटेड आईसीआईसीआई प्रूलाइफ टावर्स, 1089, अप्पासाहेब मराठे मार्ग, प्रभादेवी, मुंबई- 400025 संपर्क अधिकारी: सुश्री मेघना बाजी, मुख्य कार्यकारी अधिकारी</p> <p>ICICI Prudential Pension Funds Management Company Ltd ICICI Prulife Towers, 1089, Appasaheb Marathe Marg, Prabhadevi, Mumbai – 400 025 Contact Person:- Ms. Meghana Baji, Chief Executive Officer</p>	<p>निजी क्षेत्र Private Sector</p>
5.	<p>कोटक महिंद्रा पेंशन फंड लिमिटेड 6 वीं मंजिल, कोटक टॉवर, इन्फिनिटी पार्क, गोरेगांव- मुलुंड लिंक रोड, मलाड (ई), मुंबई- 400 097 संपर्क अधिकारी :-श्री संदीप श्रीखंदे, मुख्य कार्यकारी अधिकारी</p> <p>Kotak Mahindra Pension Fund Ltd., 6th Floor, Kotak Tower, Infinity Park, Goregoan-Mulund Link Rd, Malad (E), Mumbai- 400 097 Contact Person:- Sh. Sandeep Shrikhande, Chief Executive Officer</p>	<p>निजी क्षेत्र Private Sector</p>
6.	<p>रिलायंस कैपिटल पेंशन फंड लिमिटेड रिलायंस केंद्र, 7 वीं मंजिल, दक्षिण विंग ऑफ वेस्टर्न एक्सप्रेस हाइवे, सांताक्रुज (पूर्व) , मुंबई 400 055 संपर्क अधिकारी :-श्री गुरबीर चोपड़ा, मुख्य कार्यकारी अधिकारी</p> <p>Reliance Capital Pension Fund Ltd. Relaince Centre, 7th Floor, South Wing, Off western Express Highway, Santacruz (East), Mumbai- 400 055 Contact Person:- Sh. Gurbir Chopra, Chief Executive Officer</p>	<p>निजी क्षेत्र Private Sector</p>

क्रमांक S. No.	पेंशन निधि Pension Funds	अभिदाता ग्राहक वर्ग / Subscriber Class
7.	<p>एचडीएफसी पेंशन मैनेजमेंट कंपनी लिमिटेड 13 वीं मंजिल, लोढा एक्ससेलस, अपोलो मिल्स कंपाउंड, एन एम जोशी मार्ग, महालक्ष्मी, मुंबई- 400 011 संपर्क अधिकारी: - श्री सुमित शुक्ला, मुख्य कार्यकारी अधिकारी</p> <p>HDFC Pension Management Company Limited 13th Floor, Lodha Excelus, Apollo Mills Compound, N M Joshi Marg, Mahalaxmi, Mumbai 400 011 Contact Person:- Sh. Sumit Shukla, Chief Executive Officer</p>	<p>निजी क्षेत्र Private Sector</p>
8.	<p>बिड़ला सन लाइफ पेन्शन मैनेजमेंट लिमिटेड वन इंडिया बुल्स सेंटर, टॉवर -1, 16 वीं मंजिल, एलफिंस्टन मिल कंपाउंड, 841, एस.बी. मार्ग, एल्फिंस्टन रोड, मुंबई 400 013 संपर्क अधिकारी: - श्री शशि कृष्णन, मुख्य कार्यकारी अधिकारी</p> <p>Birla Sun Life Pension Management Limited One India Bulls Centre, Tower-1, 16th floor, Jupiter Mill Compound, 841, S.B. Marg, Elphinstone Road, Mumbai 400 013 Contact Person:- Sh. Sashi Krishnan, Chief Executive Officer</p>	<p>क्षेत्र Private Sector</p>

केन्द्रीय अभिलेखापाल अभिकरण

1. एनएसडीएल ई-गवर्नेंस इंफ्रास्ट्रक्चर लिमिटेड,
4 थी मंजिल, ए विंग, ट्रेड वर्ल्ड, कमला मिल्स कम्पाउण्ड,
सेनापति बापट मार्ग, लोअरपरेल,
मुंबई- 400013
संपर्क अधिकारी: श्री अमित सिन्हा, कार्यकारी उपाध्यक्ष

Central Record Keeping Agency

NSDL e-Governance Infrastructure Limited,
4th Floor, 'A' Wing, Trade World, Kamala Mills
Compound, Senapati Bapat Marg,
Lower Parel, Mumbai – 400 013
Contact Person: Sh. Amit Sinha, Executive
Vice President

2. कार्वी कम्प्यूटरशेयर प्राइवेट लिमिटेड
46 एवेन्यू, चौथे स्ट्रीट, नंबर 1 बंजारा हिल्स,
हैदराबाद - 500 034

संपर्क अधिकारी: श्री भूषण मैडियो, वाइस प्रेसिडेंट और
प्रमुख- सीआरए, कार्वी कम्प्यूटरशेयर प्राइवेट लिमिटेड

Karvy Computershare Private Limited
46 Avenue, 4th Street, No. 1 Banjara Hills,
Hyderabad – 500 034

Contact Person: Sh. Bhushan Maideo, Vice
President & Head- Karvy Computer share
Private Ltd.

न्यासी बैंक

एक्सिस बैंक लिमिटेड,
व्यापार बैंकिंग विभाग, मंजिल 6, एक्सिस हाउस,
सी- 2, वाडिया इंटरनेशनल सेंटर, पांडुरंगबुधकर मार्ग,
वर्ली, मुंबई- 400 025

शाखा का पता:

शाखा का नाम- सेंट्रलाइज्ड कलेक्शन एंड पेमेंट हब
(सीसीपीएच), 5 वीं मंजिल, जीगाप्लेक्स बिल्डिंग नं 1,
प्लॉट नं. आईटी 5, एमआईडीसी, ऐरोली नॉलेज पार्क,
ऐरोली, नवी मुंबई - 400 708

संपर्क अधिकारी:-

1. श्री प्रसन्ना आचार्या, प्रमुख - केंद्रीय संग्रह और
भुगतान हब (सीसीपीएच)
2. श्री ऋषिकेश कुमार सिंह, सीनियर मैनेजर- केंद्रीय संग्रह
और भुगतान हब (सीसीपीएच)

अभिरक्षक

स्टॉक होल्डिंग कार्पोरेशन ऑफ इंडिया लिमिटेड
(एस एच सी आई एल)
301, सेंटर प्वाइंट, परेल, डॉ.बाबासाहेब आंबेडकर रोड,
मुंबई- 400 012

संपर्क अधिकारी: श्री आर. आनंद, वाइस प्रेसिडेंट

Trustee Bank

Axis Bank Limited,
Business Banking Dept., 6th Floor, Axis
House, C-2, Wadia International Centre,
Pandurang Budhkar Marg,
Worli, Mumbai – 400 025.

Address of the Branch:

Name of the Branch - Centralised Collections
and Payment HUB (CCPH), 5th
Floor, Gigaplex, Building No. 1, Plot No.I.T.5,
MIDC, Airoli Knowledge Park, Airoli,
Navi Mumbai – 400 708.

Contact Persons:-

1. Shri Prasanna Acharya, Head - Centralised
Collections and Payment HUB (CCPH)
2. Shri Rishi Kesh Kumar Singh, Senior
Manager - Centralised Collections and
Payment HUB (CCPH)

Custodian

Stock Holding Corporation of India Ltd.
(SCHIL)
301, Centre Point, Parel, Dr. Babasaheb
Ambedkar Road, Mumbai – 400 012

Contact Person: Sh. R. Anand, Vice President

Trustees' Report

The Trustees of National Pension System (NPS) Trust have pleasure in presenting the Annual Report of the Trust for the Financial Year 2017–18.

About NPS Trust

The NPS Trust was established in terms of the Central Government letter D.O. No 5(75)/2006-ECB & PR dated 24th April 2007. PFRDA is the Settlor of the Trust and the execution of the NPS Trust Deed by PFRDA took place on 27th February 2008. A Memorandum of Understanding was signed between PFRDA and the NPS Trust highlighting the rights and obligations of both the parties on 1st July 2009. The Board of Trustees of NPS Trust was initially constituted with three members.

The NPS Trust has been set up and constituted to hold the assets and funds under the NPS for the benefit of the beneficiaries (subscribers). Trustees have the legal ownership of the Trust Fund and the general superintendence, direction and management of the affairs of the Trust and all powers, authorities and discretions appurtenant to or incidental to the purpose of the trust absolutely vest in the Trustees, subject nevertheless to the provision of the PFRDA Act, 2013, Indian Trust Act, 1882, NPS Trust Deed and further subject to such directions or guidelines that may be issued by PFRDA from time to time. However, the beneficial interest shall always vest with the beneficiaries of the NPS Trust.

PFRDA (National Pension System Trust) Regulations

The PFRDA (National Pension System Trust) Regulations was notified by the Authority on 12th March 2015. As per the PFRDA (NPS Trust) Regulations 2015, NPS Trust is responsible for monitoring and evaluation of all operational and service level activities of all intermediaries including government nodal offices and such other entity or person connected with collection, management, record-keeping and distribution of accumulations, under the National Pension System, in accordance with the provisions of the Act or the regulations made or guidelines or circulars issued by the Authority.

Trustee Bank

Axis Bank was appointed as Trustee Bank w.e.f. 1st July 2015 for a period of 5 years. Funds are transmitted by the Trustee Bank (TB) as per the time limits prescribed in the agreement with TB. Some of the important responsibilities of TB are as under:-

- I. Day to day banking of the funds under the NPS and providing banking facilities in accordance with the provisions of the PFRDA guidelines/ directions.
- II. Exercise due diligence and vigilance in carrying out its duties and in protecting the rights and interests of the subscribers.

Custodian

Stock Holding Corporation of India (SCHIL) were appointed by PFRDA as the custodian to NPS for a period of 5 years w.e.f 14/05/2016 through an RFP process. SCHIL has been appointed to function as "The Custodian and Depository Participant" to NPS Trust and provide custodial services for securities in physical form and Depository Participant services for securities in Demat mode.

The custodian provides custodial services to the Pension Fund and ensures that benefits due on the holdings are received; provides detailed information and other reports as required by the NPS Trust; maintains confidentiality of the transactions; and is responsible for any loss or damage to the assets belonging to the Pension Funds due to negligence on its part or on the part of its approved agents. The Custodian is not permitted to assign, transfer, hypothecate, pledge, lend, use or otherwise dispose-off any assets or property of the Fund, except pursuant to instruction from the Trustee.

The functions of the Custodian includes:-

- I. Maintaining accounts of securities or assets held;
- II. Undertaking activities as a Domestic Depository in terms of the Depositories Act, 1996 or as permitted by the Securities and Exchange Board of India;
- III. Collecting the benefits or rights accruing on the securities or assets;
- IV. Informing about the actions taken or to be taken by the issuer of the securities, having a bearing on the benefits or rights accruing on the securities or assets held; and
- V. Maintaining and reconciling records of the services.

NPS Trust Board: Appointments & Retirements

- I. Sh. Shailesh Haribhakti retired as Chairman & Trustee of NPS Trust on 11th November 2017 on completion of his term.
- II. Smt. Pallavi S. Shroff retired as Trustee of NPS Trust on 11th November 2017 on completion of her term.
- III. Sh. N. D. Gupta resigned from the Board of NPS Trust w.e.f 28th January 2018.
- IV. Sh. Kamal Chaudhry retired as Chief Executive Officer of NPS Trust on 30th April 2018 on attaining superannuation.
- V. Sh. Satya Ranjan Prasad was officiating Chief Executive Officer of NPS Trust from 1st May 2018 to 17th June 2018.
- VI. Sh. Munish Malik is appointed as Chief Executive Officer of NPS Trust by PFRDA w.e.f 18th June 2018.
- VII. Sh. Ashvin Parekh is appointed as Chairman of NPS Trust by PFRDA w.e.f 12th November 2017 and his term as Chairman & Trustee of NPS Trust is extended by PFRDA for a period of two years w.e.f 30th March 2017.
- VIII. Sh. Dinesh Kumar Mehrotra is appointed as Trustee of NPS Trust by PFRDA for a period of three years w.e.f 12th November 2017.
- IX. Sh. Radhakrishnan Nair is appointed as Trustee of NPS Trust by PFRDA for a period of three years w.e.f 12th November 2017.

- X. Sh. Sanjeev Chanana is appointed as Trustee of NPS Trust by PFRDA for a period of three years w.e.f 12th November 2017.

Meetings of the Board of Trustees of NPS Trust held and Attendance

4 meetings of the NPS Trust's Board of Trustees were held during the financial year 2017 -18. The details of Board meetings attended by the Trustees are as under:-

Name	Designation	No. of Meetings attended
Shri Shailesh Haribhakti	Chairman & Trustee (retired on 11 th Nov 2017)	3
Shri Ashvin Parekh	Chairman & Trustee (appointed as Chairman w.e.f 12 th Nov 2017)	3
Smt. Pallavi Shroff	Trustee (retired on 11 th Nov 2017)	1
Shri N. D. Gupta	Trustee (resigned w.e.f 28 th Jan 2018)	2
Sh. Atanu Sen	Trustee	4
Shri Dinesh Kumar Mehrotra	Trustee	1
Shri Radhakrishnan Nair	Trustee	1
Shri Sanjeev Chanana	Trustee	1
Shi Kamal Chaudhry	CEO (retired on 30 th Apr 2018)	4

Audit Committee of the Board of Trustees of NPS Trust

The Audit Committee to the Board of NPS Trust is constituted to assist the Board of NPS Trust with various audit reports, compliance reports of PF. Due to change in composition of the Board of NPS Trust, the Audit Committee was reconstituted on 8th March 2018. The reconstituted Audit Committee did not hold its meeting in FY 2017-18. The Present Composition of Audit Committee of the Board of NPS Trust is as under:

Name	Designation
Shri Dinesh Kumar Mehrotra, Trustee	Chairman

Name	Designation
Shri Radhakrishnan Nair, Trustee	Member
Shri Munish Malik, Chief Executive Officer, NPS Trust	Member
Shri Akhilesh Kumar, General Manager	Member
Shri Sachin Joneja, Deputy General Manager	Member
Shri K R Daulath Ali Khan, Deputy General Manager	Member

Meetings held and Attendance

Four meetings of the Audit Committee to NPS Trust Board were held during the financial year 2017-18. The details of Audit Committee meetings attended by the members are as under:-

Name	Designation	No. of Meetings attended
Shri N. D. Gupta	Chairman of the Audit Committee to the Board of NPS Trust	3
Shri Ashvin Parekh	Member	3
Shri Kamal Chaudhry	Member	4

Risk Management Committee of the Board of Trustees of NPS Trust

The Risk Management Committee to the Board of NPS Trust is constituted to assist the Board of NPS Trust in Risk and other related issues. Due to change in composition of the Board of NPS Trust, the Risk Management Committee was reconstituted on 8th March 2018. The reconstituted Risk Management Committee did not hold its meeting in FY 2017-18. The Present Composition of Risk Management Committee of the Board of NPS Trust is as under:

Name	Designation
Shri Atanu Sen, Trustee	Chairman

Name	Designation
Shri Radhakrishnan Nair, Trustee	Member
Shri Munish Malik, Chief Executive Officer, NPS Trust	Member
Shri Akhilesh Kumar, General Manager	Member
Shri Sachin Joneja, Deputy General Manager	Member
Shri K R Daulath Ali Khan, Deputy General Manager	Member

Meetings held and Attendance

One meeting of the Risk Management Committee to NPS Trust Board was held during the financial year 2017-18. The details of Risk Management Committee meetings attended by the members are as under:-

Name	Designation	No. of Meetings attended
Shri Ashvin Parekh	Chairman of the Risk Management Committee to the Board of NPS Trust	1
Shri Atanu Sen	Member	1

Investment Committee of the Board of Trustees of NPS Trust

The Investment Committee to the Board of NPS Trust is constituted to deploy the temporary surplus funds arising out of recovery of NPST fee/charges. Due to change in composition of the Board of NPS Trust, the Investment Committee was reconstituted on 6th March 2018. The reconstituted Investment Committee held one meeting in FY 2017-18. The Present Composition of Investment Committee of the Board of NPS Trust is as under:

Name	Designation
Shri Sanjeev Chanana, Trustee	Chairman
Chief Executive Officer, NPS Trust	Member
Shri Akhilesh Kumar, General Manager	Member

Meetings held and Attendance

Six meetings of the Investment Committee to NPS Trust Board were held during the financial year 2017-18. The details of Investment meetings attended by the members are as under:-

Name	Designation	No. of Meetings attended
Shri N. D. Gupta	Chairman of the Investment Committee to the Board of NPS Trust (Till 27 th January 2018)	5
Shri Sanjeev Chanana	Chairman of the Investment Committee to the Board of NPS Trust (w.e.f 6 th March 2018)	1
Shri Kamal Chaudhry	Member (Till 30 th April 2018)	4
Shri Munish Malik	Member (w.e.f 6 th March 2018)	1
Shri Mono MG Phukon	Member (Till 9 th February 2018)	5
Shri Akhilesh Kumar	Member (w.e.f 6 th March 2018)	1

Accounts of National Pension System (NPS) Trust

The accounts of the Trust for the financial year 2017-18 were audited by M/s RMA & Associate, statutory auditors to NPS Trust. The Audited Accounts and Report of the Auditor are annexed (Annexure I) to this report. The scheme accounts for the FY 2017-18 managed by the eight Pension Funds have been consolidated into a single revenue account and balance sheet. The consolidated accounts were signed by coordinating scheme auditor M/S Mukund M Chitale & Co. The same are enclosed as Annexure II.

Agreements signed during the Financial Year 2017 - 18

During the financial year 2017-18, Government of Tamil Nadu executed agreement with NPS Trust on 28th June 2017 to implement the National Pension Scheme for All India Service Officers of Tamil Nadu Cadre.

Domestic Economy: Fiscal 2017-18

The Central Statistical Office (CSO) expects the Indian economy (gross domestic product or GDP at constant prices) to grow by 6.6% in the fiscal year ended March 2018 (fiscal 2018) compared with 7.1% in fiscal 2017. It expects gross value added (GVA) to increase by 6.4% in fiscal 2018 compared with 7.1% in fiscal 2017. The International Monetary Fund (IMF) expects the Indian economy to grow 6.7% in fiscal 2018, 7.4% in fiscal 2019 and 7.8% in fiscal 2020.

GDP / GVA growth (year-on-year %)

	Q1FY18	Q2FY18	Q3FY18	FY18AE
GVA at basic prices	5.6	6.2	6.7	6.4
Agriculture	2.7	2.7	4.1	3.0
Industry	0.1	5.9	6.8	4.8
Mining & quarrying	1.8	7.1	-0.1	3.0
Manufacturing	-1.8	6.9	8.1	5.1
Electricity, gas & water supply	7.1	7.7	6.1	7.3
Construction	1.5	2.8	6.8	4.3
Services	9.6	7.1	7.7	8.3

AE: Advance estimates

Source: Central Statistical Office (CSO), CRISIL Research

Exports rose 9.78% to \$302.84 billion in fiscal 2018 from \$275.85 billion in fiscal 2017. Imports jumped 19.59% to \$459.67 billion in fiscal 2018 from \$384.36 billion in the corresponding period last year. As a result, trade deficit for fiscal 2018 was estimated at \$156.83 billion, 44.54% higher than the deficit of \$108.50 billion in fiscal 2017.

Consumer Price Index (CPI)-based, or retail inflation averaged 3.6% in fiscal 2018 against 4.5% in fiscal 2017, mainly led by a fall in food prices. In the latest monetary policy review released in April 2018, the Reserve Bank of India's (RBI) Monetary Policy Committee (MPC) lowered the retail inflation target for the first half of current fiscal to 4.7-5.1% on sharp moderation in food price rise and likelihood of normal monsoon.

Consumer Price Index (year-on-year %)

	Mar-18*	Mar-17	April-March	
			FY18	FY17
CPI (combined)	4.3	3.9	3.6	4.5
Food and beverages	3.0	2.5	2.2	4.5
Pan, tobacco and intoxicants	7.8	6.3	6.9	6.8
Fuel & light	5.7	5.5	6.2	3.3

	Mar-18*	Mar-17	April-March	
			FY18	FY17
Housing	8.3	5.0	6.5	5.2
Clothing & footwear	4.9	4.5	4.7	5.0
Misc.	4.2	4.9	3.8	4.5

*provisional

Source: CSO, CRISIL Research

Global economy: Calendar Year 2017

After six years of disappointing growth, the global economy witnessed synchronised expansion in 2017 owing to pick-up in investments, trade and manufacturing across countries. The IMF raised its global economic growth projection for 2017 to 3.6%, while the Organisation for Economic Co-operation and Development (OECD) lifted its 2018 and 2019 growth projections for the global economy to 3.9% each.

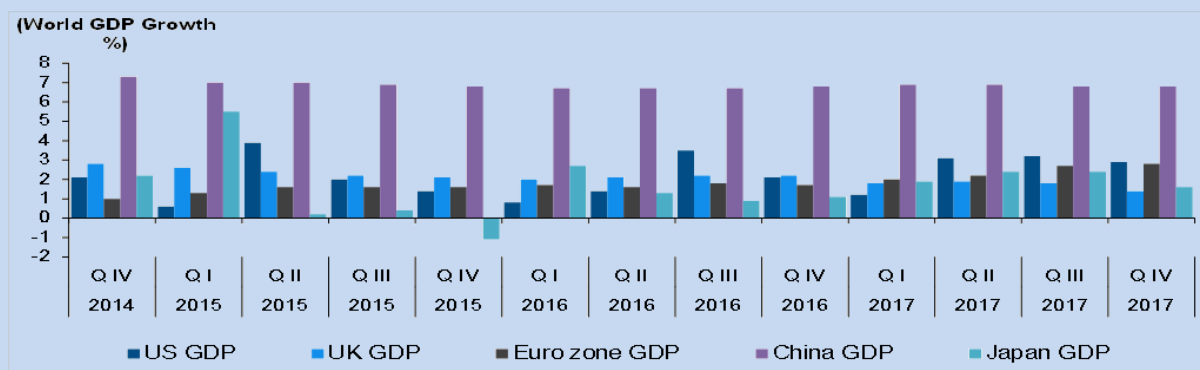
The US

The US economy expanded 2.3% in 2017 after growing by a meagre 1.5% in 2016. This, along with rising inflation and a strong job market, prompted the US Federal Reserve (Fed) led by the outgoing chairman Janet Yellen to raise interest rates three times in 2017 from 0.50-0.75% at the start of the year to 1.25-1.5% by its close. The Fed's incoming chief Jerome Powell promised to keep up the pace with three rate hikes expected in 2018, including the first one in March 2018 - by 25 bps to 1.50-1.75%. The Fed raised its GDP forecast for 2018 to 2.7% from 2.5% and for 2019 to 2.4% from 2.1%. From October 2017, the Fed began reducing its \$4.5 trillion balance sheet in a bid to unwind its massive crisis-era stimulus programme. Meanwhile, 2017 saw President Donald Trump launch a huge tax cut programme, the biggest such tax reform in 30 years, which included slashing US corporate tax rate from 35% to 21% in order to boost growth.

The UK

The UK economy continued to reel under the Brexit pressure, growing by only 1.7% in 2017, the slowest since 2012, and compared with 1.9% in 2016. British Prime Minister Theresa May announced that the UK would leave the European Union on March 29, 2019. The Bank of England (BoE) increased the benchmark bank rate for the first time in more than 10 years from 0.25% to 0.50% in the December quarter owing to rising inflation, and observed that further increases would be needed over the next few years amidst Brexit uncertainty. The IMF and OECD expect the country's economy to be negatively impacted by Brexit. The UK government, after investing 700 million pounds in Brexit preparation, has set aside an additional 3 billion pounds over the next two years to aid the process of the country's exit from the European Union.

Chart 1 - GDP growth of major world economies



Source: Statistical Bureau, respective countries

Eurozone

The Eurozone economy expanded by 2.3% in 2017, registering its fastest rate of growth since 2007, and compared with 1.8% in 2016. The European Central Bank (ECB) maintained its interest rate at 0%. Later in the year, it unveiled a plan to reduce the size of its monthly asset purchases by half to 30 billion euros from January 2018 as a first step towards ending easy money policies. However, it extended its monetary stimulus programme until at least September 2018 as wages and consumer goods prices continue to increase at a slow pace, holding back inflation despite a strengthening economic recovery. The central bank raised its GDP growth projection for 2018 to 2.3% from 1.8% and for 2019 to 1.9% from 1.7%.

China

The Chinese economy grew by 6.9% in 2017, higher than the government's target of 6.5% and better than the previous year's 6.7%, which was a 26-year low. The IMF raised its growth forecast for the nation to 6.5% for 2018. However, Moody's and S&P Global Ratings downgraded China's credit rating during the year, citing economic slowdown and financial risks after a prolonged period of strong credit growth. Among major developments, China introduced regulatory overhauls as part of reforms aimed at closing loopholes and curbing risk in the banking and insurance industries. The Chinese government also raised foreign ownership limits in domestic financial firms to attract greater fund flows from foreign investors in its financial services market.

Japan

The Japanese economy continued to grow during 2017, recording an annualised 1.6% growth in the December quarter, which marked the eighth consecutive quarter of expansion. Citing improvement in domestic demand, the Japanese government upgraded its growth projections for fiscals 2018 and 2019 to 1.9% and 1.8% from the earlier estimates of 1.5% and 1.4%, respectively. However, the Bank of Japan (BoJ) continued its easy monetary policy and kept its interest rate steady at -0.1%, while remaining optimistic about prospects of economic revival. Recently, BoJ Governor Haruhiko Kuroda reiterated that it is too early to think about unwinding its monetary stimulus as inflation has not matched the apex bank's 2% target. Among other developments, the Japanese government announced a \$17.80 billion

economic stimulus package to increase spending on child care and education, and on boosting corporate investments to improve productivity during the year.

Policy rates

Most global central banks maintained their key interest rates, except the US and the UK. The US continued tightening its monetary policy through the year, hiking the federal funds rate thrice – in March, June and December 2017. Further, the US central bank projected three more interest rate hikes in 2018 (the first was in March 2018) and one more hike in 2019. The UK, meanwhile, increased its key interest rate from 0.25% to 0.50% in November in a bid to keep inflation in check amidst the uncertainties caused by the Brexit vote.

Policy rates in major economies

Country	Mar-17	Apr-17	May-17	Jun-17	Jul-17	Aug-17	Sep-17	Oct-17	Nov-17	Dec-17	Jan-18	Feb-18	Mar-18
United States	0.75-1.00	0.75-1.00	0.75-1.00	1.00-1.25	1.00-1.25	1.00-1.25	1.00-1.25	1.00-1.25	1.00-1.25	1.25-1.50	1.25-1.50	1.25-1.50	1.50-1.75
United Kingdom	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.25	0.50	0.50	0.50	0.50	0.50
Eurozone	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Japan	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10	-0.10
China	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35	4.35

Source: Central Banks, respective countries

Indian equities witnessed sharp rally in the fiscal on favourable domestic cues

Indian equity indices ended fiscal 2018 on a positive note. Benchmarks S&P BSE Sensex and Nifty 50 gained 11% and 10%, respectively. Robust buying by domestic institutional investors (DIIs) coupled with few other encouraging domestic and global developments aided the market rally.

Key domestic boosters for the market included the Centre's move to allocate Rs 2.11 lakh crore recapitalisation plan for public sector banks (PSBs) and Rs 6.92 lakh crore on infrastructure spending, improvement in India's 'Ease of Doing Business' rankings, and the credit rating agency Moody's upgrade of India's sovereign bond rating. India's GDP accelerated to a five-quarter high of 7.2% in Q3 2017-18, compared with revised 6.5% in Q2 2017-18, easing of inflation, and healthy industrial output supported equities. The central government's move to reduce its additional borrowing plan for fiscal 2018, lower-than-expected borrowing programme for the first half of fiscal 2019 and approval of the presidential ordinance to deal with non-performing assets (NPAs) also augured well for the market. Institutional investor buying was a big support, especially by domestic institutional investors (DIIs), even as foreign institutional investors (FIIs) disappointed. DIIs bought equities worth Rs 1.15 lakh crore in fiscal 2018 compared with Rs 1.45 lakh crore bought in the previous fiscal. FIIs, on the other hand, bought Rs 14,904 crore in Indian equities in fiscal 2018 vis-à-vis net purchases of Rs 60,197 crore in the previous fiscal. Globally, passage of the US tax reform bill, pro-European Union candidate Emmanuel Macron's victory in the French presidential

election, and OPEC's decision to extend oil production cuts until the end of 2018 also aided local equities.

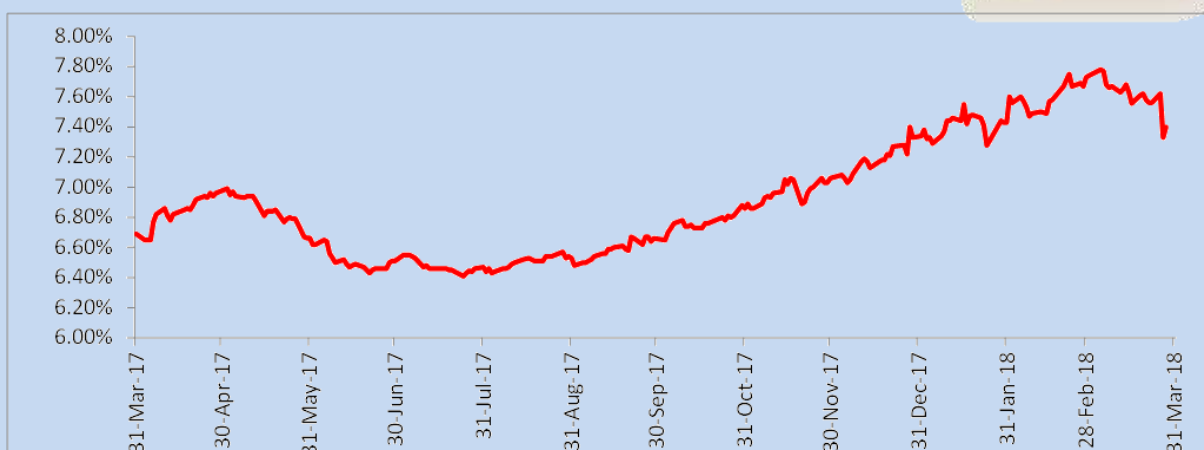
Some gains were wiped off after the central government levied 10% long-term capital gains (LTCG) tax on equity investments in the Union Budget announced on February 1, 2018 and raised the fiscal deficit target for 2017-18. Selling in banking stocks after a PSB unearthed a fraud of around \$1.8 billion and widening of the domestic current account deficit (CAD) dampened sentiments. Globally, geopolitical tensions surrounding the Korean Peninsula, political uncertainty in the US and Europe, sell-off in Chinese equities coupled with a sovereign credit rating downgrade of the nation's debt erased some gains. Off late, trade worries between the US and China after impositions of tariffs, rising diplomatic tension between Britain and Russia after British Prime Minister Theresa May expelled 23 Russian diplomats, and concerns about the interest rate hike by the US Fed amid release of positive US economic cues also chipped off some gains from the market.

Most S&P BSE sectoral indices ended in the green in fiscal 2018. S&P BSE Consumer Durables index was the top performer – surging 46% owing to gains in the index heavyweights. S&P BSE Realty gained 39% as realty stocks rose sharply after the RBI permitted banks to invest in real estate investment trusts (REITs) and infrastructure investment trusts (InvITs), and the Cabinet's decision to increase the carpet area of houses under Pradhan Mantri Awas Yojana. S&P BSE Metal rose 13%, benefitting from sporadic rise in global metal prices. S&P BSE Healthcare was the top laggard (down 14%) owing to regulatory concerns and losses registered by index bellwethers.

Indian debt market

The call money rates moved within the range of 5.00% to 6.30% during fiscal 2018, with the average borrowing rate at 5.95%. The central bank cut the policy repo rate once during the year – in its August 2017 policy review – by 25 basis points (bps) from 6.25% to 6%. The overnight borrowing rate trended downwards, averaging a tad over 6% in H1 2017-18 and around 5.90% in the second half, as the call rate aligned with the lower repo rate. Further, the RBI reduced the statutory liquidity ratio by 100 bps from 20.5% to 19.5% during the fiscal, infusing the banking system with more liquidity. Notably, Finance Minister Arun Jaitley proposed amendment of the RBI Act in the February 2018 Budget to empower the central bank to come up with an additional instrument for liquidity management called the Standing Deposit Facility Scheme, which is intended to replace the market stabilisation scheme.

Chart 3: India - 10-year benchmark gilt yield



Government bond prices weakened during the fiscal. Yield of the 10-year benchmark bond rose to 7.40% on March 28, 2018 from 6.69% on March 31, 2017 – an increase of 71 bps.

The following developments were detrimental to gilt prices:

- Geopolitical tensions between India and Pakistan, and reports of conflict in the Korean peninsula.
- Rise in global crude oil prices and US benchmark treasury yields.
- The Centre's announcement of Rs 50,000 crore of additional borrowing over January-March 2018, and Standard and Poor's (S&P) retention of India's sovereign debt rating.
- The ruling party's win in the Gujarat state assembly election by a thin margin, which raised concerns about whether it would be able to pass key reforms.
- Political uncertainty prior to the outcome of the UK election.
- Interest rates aligned with the newly issued 10-year bond maturing in 2028, thereby driving up yields.
- The 2018 budget announcement pushed up bond yields as a sharp hike in minimum support price (MSP) of crops and a rise in the government's rural spending stoked fears of an increase in domestic inflation in the near term.
- Sentiment was also dampened after Finance Minister Shri Arun Jaitley revised the fiscal deficit targets for fiscals 2018 and 2019.

Among major developments, the Ministry of Finance notified that PSB recapitalisation bonds - the bonds that are split into six instalments - will bear interest rates between 7.35% and 7.68%, and will mature between 2028 and 2033. The government notified a framework for electoral bonds - a financial instrument for making anonymous donations to political parties - in a bid to clean up political funding. It also decided that the Employees Provident Fund Organisation (EPFO) will be mandated to invest a minimum of 20% of its incremental corpus in debt-related instruments, against the present requirement of 35%. The government also said savings bonds, 2003, which gave an assured return of 8% a year, are to be replaced with another scheme offering lower interest rate of 7.75%.

The RBI revised norms for selling rupee-denominated bonds. It also reduced the risk weightage and the amount of money banks have to set aside as security on home loans. Further, the RBI raised limits for investment by foreign portfolio investors (FPIs) for the January-March 2018 quarter by Rs 6,400 crore in government securities (G-secs) and Rs. 5,800 crore in state development loans (SDLs). This revised the investment limit for FPIs in G-Secs to Rs 2,56,400 crore against the existing limit of Rs. 2,50,000 crore with effect from January 1, 2018. The RBI said 'masala' bonds will not be part of the overall limit of corporate bonds, and about Rs 44,000 crore pertaining to such bonds would be separately allocated to investors. The central bank also proposed to create a separate limit of Rs. 5,000 crore for investment by FPIs in interest rate futures (IRFs).

Securities and Exchange Board of India (Sebi) put in place a new framework for consolidation in debt securities as part of its efforts to deepen the corporate bond market. Sebi said sovereign wealth funds and other FPIs can buy corporate debt worth up to Rs 9,500 crore in the infrastructure sector. The regulator also relaxed norms to allow REITs and InvITs to raise funds by issuing debt securities. In addition, Sebi raised the FPIs' investment limit in G-secs to Rs. 189,700 crore from about Rs. 187,700 crore.

Global equity markets: Upward trajectory

Global equity markets maintained their upward momentum for most of fiscal 2018 (MSCI World Index climbed 13.59%) as synchronous economic growth across countries boosted market sentiment, albeit the mood turned in the last quarter of the year as concerns over a global trade war triggered a global equities sell-off. Higher economic growth, rising commodities and crude oil prices, and increase in investments propelled the markets. Emerging markets rallied strongly (MSCI Emerging Market increased 24.9%) on positive domestic and global cues. The Indian equity index - Nifty 50 (up 10.25%), too, saw good gains led by recovering GDP growth, electoral gains by Prime Minister Modi's Bharatiya Janata Party in state polls, and concerted efforts to address the critical NPA problem in the banking and corporate sectors.

The US equity market recorded strong gains in fiscal 2018. The Dow Jones, S&P 500 and Nasdaq Composite closed up 16.7%, 11.8% and 19.5%, respectively. President Donald Trump's massive \$1.5 trillion tax cut package, strong jobs growth, encouraging corporate earnings and the US Federal Bank's decision to scale back its balance sheet boosted the market although fears of an escalating global trade war pulled down US equities in the March 2018 quarter.

European equities were also rattled by protectionist trade measures and a strengthening euro. Britain's FTSE index ended the year in negative terrain, down 3.64%, due to slower economic growth and as a strong pound dented export earnings. Germany's DAX Index, too, ended the year down 1.76%.

Asian equities advanced in fiscal 2018, aided by Chinese economic recovery and tracking the US market. Hong Kong's Hang Seng surged 24.81%, taking a cue from upbeat Chinese GDP and trade data, and Japan's Nikkei gained 13.46% as a weaker yen boosted exporters' stocks and the BoJ maintained its easy monetary policy stance. Singapore's Straits Times rose a modest 7.96%.

Returns of key world markets in fiscal 2018

Index	Country/Region	Returns (%)*
Americas		
DOW JONES INDUSTRIAL AVERAGE (DJIA)	US	16.65
S&P 500 INDEX	US	11.77
NASDAQ COMPOSITE	US	19.48
BRAZIL IBOVESPA INDEX	Brazil	31.36
MEXICO IPC INDEX	Mexico	-4.98
Europe		
FTSE 100 INDEX	UK	-3.64
CAC 40 INDEX	France	0.87
DAX INDEX	Germany	-1.76
Asia		
NIKKEI 225	Japan	13.46
HANG SENG INDEX	Hong Kong	24.81

Index	Country/Region	Returns (%)*
STRAITS TIMES INDEX	Singapore	7.96
NSE NIFTY 50 INDEX	India	10.25
Regional Indices[^]		
MSCI EMERGING MARKET	Emerging markets	24.93
MSCI WORLD	World	13.59
MSCI AC ASIA x JAPAN	Asia-Ex Japan	25.82
MSCI EUROPE [^]	Europe	15.13
*Returns are from 31 st March 2017 to 31 st March 2018		
[^] Based on net returns (USD)		

International Debt and Gilt Markets (US)

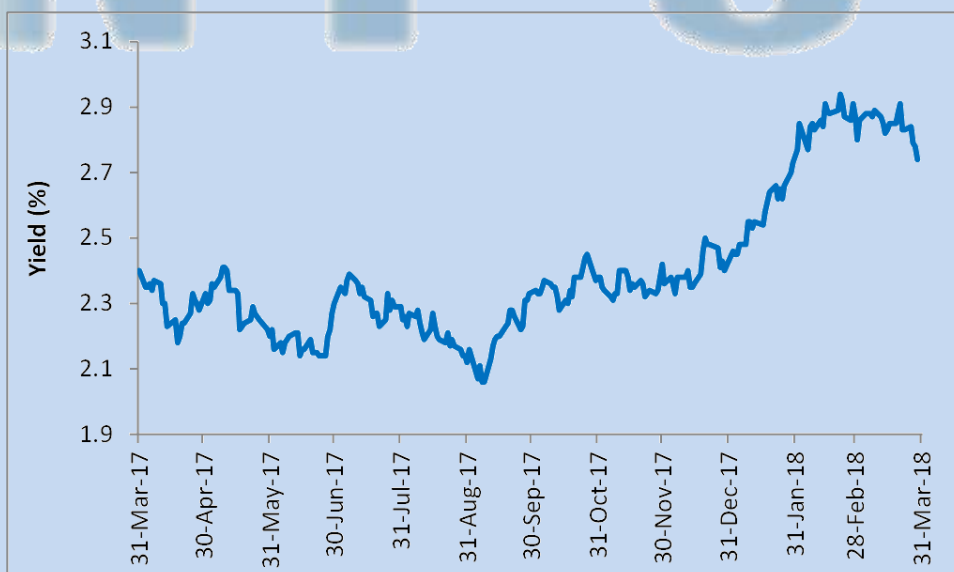
US treasury yields rose during fiscal 2018 in line with the rise in the US federal rate and owing to improvement in domestic economic health. Yield on the 10-year benchmark paper rose to 2.74% on March 29, 2018 from 2.40% on March 31, 2017.

Sentiment for bonds dented owing to:

- The US Fed hiking the interest rate thrice by 25 bps each from 0.75-1.00% to 1.50-1.75%.
- Expectations that the Fed would adopt a more aggressive policy stance following a slew of encouraging US economic indicators.
- Various global central banks signalling pulling back of easy monetary policies.
- US Senate leaders reaching a deal to raise spending on military and domestic programs, and averting a government shutdown.

However, rise in bond yields was capped by geo-political tension in various parts of the world, political uncertainty in Europe and fear of global trade war.

Chart 2: The US 10-year government bond yield



Indian Mutual Fund Industry

The Indian mutual fund industry grew a robust 26% in fiscal 2018, according to the Association of Mutual Funds in India (AMFI). Average assets under management (AUM), excluding fund of funds, increased by Rs 4.75 lakh crore to Rs 23.05 lakh crore in fiscal 2018 following similar absolute growth in the preceding fiscal. Equity funds were the key drivers of industry growth.

Equity funds continued to be investors' favourites as reflected in the inflows trend. The category saw progressive increase in inflows: Rs 2.85 lakh crore in fiscal 2018, Rs 1.31 lakh crore in fiscal 2017, Rs 1.02 lakh crore in fiscal 2016 and Rs 83,100 crore in fiscal 2015. Robust inflows clubbed with mark-to-market (MTM) gains prompted assets to cross the Rs 10 lakh crore mark, up 62.7%, or by Rs 3.95 lakh crore, to a new high of Rs 10.25 lakh crore in fiscal 2018.

Most debt funds posted subdued growth in the fiscal as interest rate uncertainty weighed on the underlying instruments. AUM growth in shorter duration funds such as short-term debt and ultra short-term funds slowed to 2% and 6% to Rs 2.78 lakh crore and Rs 2.10 lakh crore, respectively, in fiscal 2018 following robust growth of 81% and 49% in the preceding year. Among longer duration funds, income funds' assets posted modest growth of 8.2% to Rs 1.18 lakh crore in fiscal 2018, while gilt funds' assets fell 2.3% to Rs 15,500 crore. However, liquid funds were an exception and maintained steady growth of 16% in fiscal 2018 to reach an asset base of Rs 4.61 lakh crore following 23% growth in the preceding fiscal.

The industry continued to be highly concentrated, with the share of the top five and top 10 fund houses almost unchanged from the previous fiscal at 57.1% and 80.81%, respectively. Among key developments in the industry - Punjab National Bank signed an agreement with Principal Financial Group to sell its stake in their mutual fund joint venture for an undisclosed sum. Bank of Baroda acquired the 51% stake held by foreign partner Pioneer Investments in their joint venture asset management company. Reliance Nippon Life Asset Management became the first fund house to list on the stock exchanges this financial year through an initial public offering (IPO). HDFC Mutual Fund will also soon join the list as its board has approved initiating the process for an IPO.

Among major regulatory initiatives, Sebi reduced the number of cities where mutual fund houses can pay higher distribution fees to brokers. Earlier, fund houses could pay additional brokerage only beyond the top 15 cities. Now, they can pay additional brokerage only beyond top 30 cities, thereby reducing the number of cities. In a move that will ease the problem of scheme selection by investors amid a vast number of schemes in various categories, the Sebi asked mutual funds to categorise all their schemes within five baskets, a move that will weed out the practice of multiple funds being launched on similar themes. It also asked mutual fund houses to adopt total return index (TRI) to benchmark schemes so as to present a better picture of the schemes' performance. Further, as a measure aimed at reducing the cost of investing in mutual funds, the Sebi board approved the proposal to reduce the maximum additional expense allowed for a mutual fund to 5 bps from 20 bps. The capital market regulator also said mutual funds, while preparing a single consolidated list of stocks, should consider average full market capitalisation of the previous six months of the stocks. It prescribed norms for enhancing governance at mutual funds. To expand access to mutual funds and enable investors to undertake hassle-free investment, Sebi approved the purchase of mutual funds worth up to Rs 50,000 through digital wallets.

In a pro-industry measure, Sebi finalised norms for allowing mutual funds and portfolio management services to participate in commodity derivatives. It is also considering allowing exchange traded funds (ETFs) based on metals such as silver and platinum to encourage

participation of retail and institutional investors in these instruments. The capital market regulator allowed mutual funds to use interest rate futures contracts to hedge risks arising from volatility in interest rates, and also launched an online registration mechanism for mutual funds to improve the ease of doing business. Meanwhile, the Association of Mutual Funds of India (AMFI) expects the mutual fund industry to grow past Rs 94 lakh crore by 2025, provided distribution strength and reach increases.

Indian Insurance Industry

On the regulatory front, Insurance Regulatory and Development Authority of India (IRDAI) issued guidelines on outsourcing activities by insurers:

- It issued regulations for insurance firms to carry out offshore business from Gujarat-based GIFT International Financial Services Centre (IFSC).
- It directed health insurers to settle claims within 30 days.
- It allowed general insurers to sell motor cover policies through auto dealer networks by offering differential pricing.
- It reduced motor insurance premium rates in most of the segments like two-wheelers, cars and trucks by modifying the rates for 2017-18.
- It asked life insurers to follow uniform method in publishing death claims settlements in advertisements.
- It capped payments by insurers to agents and dealers at 19.5% for cars and 22.5% for two wheelers, and brings them under its purview as motor insurance service providers (MISPs) with effect from December 2017.
- It asked non-life insurers to ensure easy availability of third party motor insurance cover to vehicle owners.
- It barred automobile dealers and insurance brokers, who sell insurance cover, from entering into a deal with original equipment manufacturers (OEMs) with an aim to curb the anti-competitive practice.
- It directed life, non-life and health insurers who have unclaimed amounts of policyholders for a period of more than 10 years to transfer the same to the Senior Citizens Welfare Fund (SCWF) on or before March 1, 2018.
- It directed insurers not to reject health insurance claims based on exclusions related to 'genetic disorder' .

Among other developments, IRDAI

- launched a web portal - isnp.irda.gov.in - for insurers that will allow them to register and sell policies online.
- formed a 17-member committee to review the existing reinsurance framework.
- passed a regulation permitting insurance companies to invest in REITs and InvITs.

- increased the limit for raising funds on an 'exceptional basis' under other forms of capital.
- deferred the implementation of Indian Accounting Standards (IndAS) by two years.
- formed a panel to help implement by March 2021 the new risk-based capital regime that will also enhance protection to policyholders.
- made linkage of Aadhaar with insurance policies mandatory and asked insurers to comply with the norms.
- issued guidelines for private equity funds investment in insurance companies stipulating norms, including investment period and percentage of holding.

International Pension Market

A study by Towers Watson, a consultancy that advises institutional investors including pension funds on investment and risk management shows that at the end of 2017, pension assets for the 22 major pension markets were estimated at USD 41,355 bn, representing an increase of 13.1% compared to USD 36,571 bn at the end of 2016. The US, the UK and Japan – the largest pension markets – have 61.4%, 7.5% and 7.4% share in the total pension assets, respectively and in USD terms pension assets in these markets grew by 12.7%, 16.9% and 9.7% respectively. The asset allocation of the seven biggest pension markets (Australia, Canada, Japan, the Netherlands, Switzerland, the UK and the US) shows that at the end of 2017, the average global asset allocation was 46% in equities, 27% in bonds, 25% in other assets (including real estate and other alternatives) and 2% in cash. Since, 1997, the allocation to other assets have increased while allocation to equities and bonds have decreased. Among the seven countries, the US, Australia and the UK have higher allocations to equities than the rest. Switzerland, Japan and the Netherlands had higher allocation to bonds. In the 22 major pension markets, global pension assets to GDP ratio reached 67% at the end of 2017, increased from 62% at the end of 2016. In the past 10 years, defined contribution (DC) assets have grown at 5.6% per annum while defined benefit assets have grown at a slower pace of 3.1% per annum in the seven biggest pension market. At the end of 2017, DC assets represented 48.6% of total pension assets (in the seven biggest pension market), in line with the established trend towards the growing dominance of DC pension. (Source: *Global-Pensions-Asset-Study-2018*)

Indian Pension Market

Internationally, Pension industry is the largest mobilizer of funds and uses them for investments in various asset classes. In the process, Pension Industry plays a major role in the world economy. As a measure of the size of the market, 22 major pension markets in the world were about US \$ 41 trillion in assets. USA is the largest pension market in the world with assets of about US \$ 25 trillion. Average 10 year CAGR in the assets of these top 22 markets has been 4.2%. The US continues to be the biggest market in terms of pension assets followed by UK and Japan where they together account for 76.3% of total global assets. This will give an

estimate of the size and huge potential of the pension sector. (Source: *Global-Pensions-Asset-Study-2018*)

Indian Pension Sector is the Sunrise Industry of the financial sector in the country and as compared to the developed countries and some other parts of the world, especially some of the Latin American countries; we have been a late starter in introducing a regulatory framework and a universal pension product. Indian Pension industry has so far largely covered organized sector, constituting slightly more than one-tenth of the Indian population, a fact which in itself states the enormity of task ahead. Pension sector in India has been, so far, characterized by the 'Defined Benefit' (DB) pension schemes for the Government (both Central & State) employees as well as of some institutional bodies and corporates (mostly from Public Sector Undertakings / Banks). EPFO has been the other provider of a pension product, albeit under 'Defined Contribution' (DC) category, where the EPFO Act mandates contribution for all organized sector employees drawing salary of Rs. 15,000 or less. The other layer is provided by the myriad superannuation funds in the corporate sector.

The absence of a country-wide social security system, the ageing population and social change in the society were the important considerations for introducing pension reform in the unorganised sector in our country. At the same time, fiscal stress of the defined benefit pension system was the major factor driving pension reforms for employees in the government sector. A series of discussions and public debates were held on the subject, involving the entire spectrum of stakeholder and as a culmination, the Government of India established PFRDA as the regulatory body for the Pension Sector in India. PFRDA was also mandated by the Government of India to implement the National Pension System (NPS) initially for the new entrants to Central Government service, except the Armed Forces, which was later on extended to the State Governments and all the citizens of the country. The design features of the New Pension System (NPS) are self-sustainability, scalability, individual choice, and maximising outreach, low-cost yet efficient, and pension system based on sound regulation. To make NPS more attractive, measures such as making withdrawal on NPS tax-free upto 40% of the total corpus accumulated and additional tax deduction on investment up to Rs. 50,000 per annum in NPS were introduced by the Government. 'Atal Pension Yojana' was introduced to cover low income group where the subscribers would receive fixed minimum pension of Rs. 1,000 per month, Rs. 2,000 per month, Rs. 3,000 per month, Rs. 4,000 per month, Rs. 5,000 per month, at the age of 60 depending on their contributions, which itself would be based on their age at joining the APY. Therefore, the benefit of minimum pension would be guaranteed by the Government.

National Pension System (NPS)

NPS Schemes showed robust overall growth of 34.38% in their AUM during the financial year, as shown in Table I. All the schemes witnessed double-digit growth. APY and Tier I scheme recorded high growth of 102.54% and 69.41% in terms of AUM.

Scheme CG for central government employees posted 26.72% growth in its AUM during the year. On the other hand, Scheme SG's assets grew by 36.18% during the year.

TABLE I : Asset Under Management (AUM) Break up in NPS - Growth <u>Scheme Wise</u> <u>Position</u> as on Quarter ended 31st March 2018							Amt. Rs. in Crore	
Schemes	Actuals - AUM as on 31st March 2018			Growth in AUM				
	Mar-16	Mar-17	Mar-18	YoY Mar 17 over Mar 16		YoY Mar 18 over Mar 17		
				Amount	%	Amount	%	
Equity Tier I	1,181.46	2,538.98	4,308.22	1,357.53	114.90%	1,769.24	69.68%	
Equity Tier II	60.44	125.90	217.78	65.46	108.31%	91.89	72.99%	
Equity Total	1,241.89	2,664.88	4,526.00	1,422.99	114.58%	1,861.13	69.84%	
% Share in Total AUM	1.0%	1.5%	1.9%	2.6%		3.1%		
Bonds Tier I	887.78	1,684.95	2,846.55	797.17	89.79%	1,161.60	68.94%	
Bonds Tier II	55.10	101.33	162.16	46.23	83.91%	60.83	60.03%	
Bonds Total	942.88	1,786.28	3,008.71	843.40	89.45%	1,222.43	68.43%	
% Share in Total AUM	0.8%	1.0%	1.3%	1.5%		2.0%		
G Sec Tier I	1,324.79	2,506.93	4,243.06	1,182.15	89.23%	1,736.13	69.25%	
G Sec Tier II	54.35	112.43	181.47	58.09	106.88%	69.04	61.41%	
G Sec Total	1,379.13	2,619.37	4,424.53	1,240.23	89.93%	1,805.17	68.92%	
% Share in Total AUM	1.2%	1.5%	1.9%	2.2%		3.0%		
AIF Tier I	-	1.04	6.53	1.04	-	5.49	-	
AIF Tier II	-	0.10	-	0.10	-	(0.10)	-	
AIF Total	-	1.14	6.53	1.14	-	5.39	-	
% Share in Total AUM	0.0%	0.0%	0.0%	0.0%		0.0%		
Sub Total Tier I	3,394.02	6,731.91	11,404.37	3,337.89	98.35%	4,672.46	69.41%	
Sub Total Tier II	169.88	339.76	561.41	169.88	100.00%	221.66	65.24%	
Tier I + Tier II	3,563.90	7,071.67	11,965.78	3,507.77	98.42%	4,894.11	69.21%	
NPS Life	2,107.55	2,639.21	3,005.82	531.66	25.23%	366.61	13.89%	
APY	506.34	1,885.00	3,817.86	1,378.67	-	1,932.85	102.54%	
Corporate CG	6,805.05	10,753.47	14,846.33	3,948.43	58.02%	4,092.86	38.06%	
Sub Total (Pvt Sector)	12,982.84	22,349.35	33,635.79	9,366.52	72.15%	11,286.43	50.50%	
% Share in Total AUM	10.9%	12.8%	14.3%	16.8%		18.8%		
Central Govt	48,134.78	67,040.05	84,954.60	18,905.27	39.28%	17,914.54	26.72%	
% Share in Total AUM	40.5%	38.4%	36.2%	33.9%		29.8%		
State Govt	57,692.50	85,171.43	115,988.48	27,478.93	47.63%	30,817.05	36.18%	
% Share in Total AUM	48.6%	48.8%	49.4%	49.3%		51.3%		
Sub Total (Govt.)	105,827.28	152,211.49	200,943.08	46,384.21	43.83%	48,731.59	32.02%	
% Share in Total AUM	89.1%	87.2%	85.7%	83.2%		81.2%		
Grand Total	118,810.12	174,560.84	234,578.86	55,750.72	46.92%	60,018.02	34.38%	

Notes for March 2018:

1. Damodar Valley Corporation **309.94** cr is shown under SG
2. Corporate CG does not include AUM of Damodar Valley Corporation

There was a healthy growth in the AUM of all the NPS Scheme for the unorganized / private sector as shown in Table II given below. The increase in AUM is significantly high at 34.4%, while in absolute terms, the corpus increased by Rs 60018 Crores.

TABLE II : Asset Under Management (AUM) Break up in NPS - Growth - Subscriber Class Wise Position as on Quarter ended 31st March 2018							Amount: Rupees in Crore	
Subscriber Class	Actuals - AUM as on 31st March 2018			Growth in AUM				
	Mar-16	Mar-17	Mar-18	YoY March 17 over Mar 16		YoY March 18 over Mar 17		
				Amount	%	Amount	%	
NPS Main	1272.9	3,125.92	5,743.63	1853.0	145.6%	2617.7	83.7%	
% Share in Pvt. Sector	9.7%	13.8%	16.9%	19.7%		23.1%		
% Share in Total NPS	1.1%	1.8%	2.4%	3.3%		4.4%		
NPS Corporate	9290.0	14,953.22	21,378.09	5663.2	61.0%	6424.9	43.0%	
% Share in Pvt. Sector	70.5%	66.2%	63.0%	60.1%		56.6%		
% Share in Total NPS	7.8%	8.6%	9.1%	10.2%		10.7%		
NPS Lite	2107.6	2,639.21	3,005.82	531.7	25.2%	366.6	13.9%	
% Share in Pvt. Sector	16.0%	11.7%	8.9%	5.6%		3.2%		
% Share in Total NPS	1.8%	1.5%	1.3%	1.0%		0.6%		
APY	506.3	1,885.00	3,817.85	1378.7	272.3%	1932.8	102.5%	
% Share in Pvt. Sector	3.8%	8.3%	11.2%	14.6%		17.0%		
% Share in Total NPS	0.4%	1.1%	1.6%	2.5%		3.2%		
Sub Total (Pvt Sector)	13176.8	22603.4	33945.4	9426.5	71.5%	11342.0	50.2%	
% Share in Total NPS	11.1%	12.9%	14.5%	16.9%		18.9%		
Central Govt	48135.0	67,040.20	84,954.39	18905.2	39.3%	17914.2	26.7%	
% Share in Govt. Sector	45.6%	44.1%	42.3%	40.8%		36.8%		
% Share in Total NPS	40.5%	38.4%	36.2%	33.9%		29.8%		
State Govt	57498.3	84,917.29	115,679.08	27419.0	47.7%	30761.8	36.2%	
% Share in Govt. Sector	54.4%	55.9%	57.7%	59.2%		63.2%		
% Share in Total NPS	48.4%	48.6%	49.3%	49.2%		51.3%		
Sub Total (Govt.)	105633.3	151957.5	200633.5	46324.2	43.9%	48676.0	32.0%	
% Share in Total NPS	88.9%	87.1%	85.5%	83.1%		81.1%		
Grand Total - NPS	118810.12	174,560.84	234,578.86	55750.72	46.9%	60018.02	34.4%	

Note:

1. NPS main includes UoS Tier II AUM also
2. Corporate includes Damodar Valley Corporation

Employees' Provident Fund Organization (EPFO)

EPFO was set up in 1952, which administers the Employee Provident Fund (EPF), one of the world's biggest social security providers in terms of volumes. EPF is mandatory for the organised sector and companies/ organisations are required to statutorily comply with respect to all employees drawing wages up to Rs 15,000 per month. It offers a provident fund and a pension scheme. EPF requires equal contributions by the employer and the employee. All the functions/ processes of EPF and Employee Pension Scheme (EPS) are handled by the EPFO, except fund management. Some establishments, which are under the purview of EPFO, are allowed to manage their own funds. EPFO treats them as exempted funds. These exempted funds are, however, required to follow the same investment pattern as that followed by EPFO and are required to match the returns of the EPFO.

About 8.61 lakh establishments are covered; there are 1,585 lakh member accounts as on March 31, 2015 up from 7.96 lakh establishments and 1,178 lakh member accounts as on March 31, 2014 – a growth of 8.20% in the number of establishments and a growth of 34.51% in the number of member accounts.

In 2014-15, EPFO's investment corpus increased to Rs 8.75 trillion from Rs 7.39 trillion a year ago, a year on year growth of 18.41%. EPF subscribers' accounts will be credited with interest at the rate of 8.65% for 2016-17, which is lower by 15 bps from the interest rate declared in 2015-16.

Performance of Pension Fund Managers

The position of the corpus / AUM with the Pension Fund Managers is shown in the following table:-

PFM	AUM (Rs. in Mn)			
	31-Mar-17	31-Mar-18	Increase in AUM	
			Amount	%
SBI Pension Fund Pvt. Ltd.	667232	892832	225,601	33.81
LIC Pension Fund Ltd.	527093	701302	174,209	33.05
UTI Retirement Solution Ltd.	520431	694832	174,401	33.51
HDFC Pension Management Company Ltd.	11630	25603	13,973	120.15
ICICI Prudential Pension Funds Management Company Ltd.	14415	23255	8,840	61.33
Kotak Mahindra Pension Fund Ltd.	3120	5362	2,241	71.82
Reliance Capital Pension Fund Ltd.	1690	2310	620	36.71
Birla Sunlife Pension Management Ltd.	-	294	294	-
Total	1,745,610	2,345,790	600,180	34.38

All the PFMs continued to witness good growth in assets under management. All the PFMs maintained their relative ranking in terms of size of AUM with SBI PF having the largest corpus. HDFC Pension Management Company Limited registered the highest growth in AUM in percentage terms.

**Funds of Central Government Employees
Performance: Scheme CG (as on March 31, 2018)**

SCHEME CG													
PFM	Financial Year Return (%)									Trailing Return (%)			
	FY 2009-10	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
LIC	12.27	8.3	5.8	12.06	5.93	18.96	5.99	13.22	5.85	5.85	9.47	8.30	9.76
SBI	8.88	8.05	5.81	12.75	3.92	19.38	6.47	13.13	6.08	6.08	9.55	8.51	10.07
UTI	9.27	8.45	5.52	12.26	5.04	18.58	6.24	13.64	6.25	6.25	9.88	8.65	9.73

Note: Returns above 1 year periods period are annualized; since inception returns are considered from the respective dates of first cash flow (inception date is 1-Apr-08 for all PFM)

**Funds of State Government Employees
Performance: Scheme SG (as on March 31, 2018)**

SCHEME SG													
PFM	Financial Year Return (%)								Trailing Return (%)				
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception	
LIC	10.77	6.68	12.75	5.87	19.43	5.97	13.28	5.80	5.80	9.48	8.30	9.79	
SBI	9.88	6.8	13.01	3.83	19.80	6.62	13.24	5.94	5.94	9.53	8.55	9.65	
UTI	11.34	6.04	13.22	4.70	18.82	6.30	13.56	6.05	6.05	9.74	8.58	9.72	

Note: are annualized; since inception returns are considered from the respective dates of first cash flow (inception date is 25-Jun-09 for all PFM)

**Funds of Unorganized / Private Sector
Performance: Scheme E – Tier I (as on March 31, 2018)**

SCHEME E - TIER I													
PFM	Financial Year Return (%)								Trailing Return (%)				
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception	
ICICI	11.83	-7.75	9.05	21.18	28.65	-7.37	21.42	9.95	9.95	15.55	7.34	11.64	
Kotak	11.89	-10.23	11.52	19.48	28.41	-6.88	22.23	11.20	11.20	16.58	8.17	10.79	
Reliance	10.77	-10.49	7.75	20.20	28.30	-7.26	20.35	8.59	8.59	14.32	6.62	10.63	
SBI	8.05	-7.18	8.24	20.68	28.37	-7.16	21.83	10.33	10.33	15.93	7.66	9.66	
UTI	8.35	-10.58	7.42	21.29	29.74	-6.72	22.93	11.18	11.18	16.90	8.43	11.67	
HDFC	-	-	-	-	28.63	-7.47	22.96	11.48	11.48	17.08	8.25	15.49	
LIC	-	-	-	-	27.51	-7.91	21.23	9.05	9.05	14.98	6.78	12.68	
Birla	-	-	-	-	-	-	-	-	-	-	-	9.22*	

Returns above 1- year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 18-May-09, 15-May-09, 23-Jul-13, 21-May-09, 15-May-09 and 21-May-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme E – Tier II (as on March 31, 2018)

SCHEME E - TIER II												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	10.12	-10.41	9.79	21.14	28.66	-7.39	21.40	9.95	9.95	15.53	7.32	9.33
Kotak	11.66	-9.8	11.33	19.50	28.12	-6.67	21.94	11.08	11.08	16.38	8.13	9.95
Reliance	5.37	-10.37	7.79	20.67	28.25	-7.22	20.26	9.04	9.04	14.51	6.75	9.36
SBI	7.86	-7.51	8.26	20.37	28.64	-7.13	21.59	10.46	10.46	15.89	7.65	9.31
UTI	10.16	-10.74	7.63	20.51	31.04	-6.54	22.04	11.15	11.15	16.47	8.23	9.71
HDFC	-	-	-	-	22.77	-7.17	23.31	11.77	11.77	17.39	8.56	11.98
LIC	-	-	-	-	21.46	-7.29	21.13	8.51	8.51	14.65	6.81	8.54
Birla	-	-	-	-	-	-	-	-	-	-	-	9.02*

Returns above 1-year periods are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 21-Dec-09, 14-Dec-09, 12-Aug-13, 21-Dec-09, 14-Dec-09 and 14-Dec-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme C – Tier I (as on March 31, 2018)

SCHEME C - TIER I												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	9.41	11.43	14.22	6.22	15.72	9.77	12.48	6.39	6.39	9.40	9.52	10.75
Kotak	10.86	10.19	15.01	5.77	15.22	9.46	12.35	6.48	6.48	9.37	9.40	10.69
Reliance	8.12	8.13	13.89	6.89	15.04	9.12	11.99	6.67	6.67	9.30	9.24	9.44
SBI	12.66	11.07	14.27	5.24	15.70	8.72	11.96	6.36	6.36	9.12	8.99	10.75
UTI	9.2	10.19	13.41	6.14	15.09	8.83	12.04	5.94	5.94	8.95	8.91	9.52
HDFC	-	-	-	-	15.20	9.20	12.20	6.37	6.37	9.25	9.23	10.70
LIC	-	-	-	-	15.43	9.46	11.64	5.87	5.87	8.71	8.96	10.59
Birla	-	-	-	-	-	-	-	-	-	-	-	9.18*

Returns above 1-year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 18-May-09, 15-May-09, 23-Jul-13, 21-May-09, 15-May-09 and 21-May-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme C – Tier II (as on March 31, 2018)

SCHEME C – TIER II												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	10.74	12.27	13.6	6.10	15.91	9.46	12.36	6.31	6.31	9.29	9.35	10.60
Kotak	7.2	9.7	13.15	5.76	15.19	8.61	12.42	6.22	6.22	9.28	9.05	9.47
Reliance	7.28	7.86	12	6.04	14.97	8.80	11.96	6.86	6.86	9.38	9.19	9.23
SBI	14.46	10.73	12.69	4.15	15.62	8.60	11.73	6.23	6.23	8.94	8.83	10.35
UTI	7.62	11.4	12.95	5.75	15.30	8.57	11.65	6.11	6.11	8.85	8.76	9.61
HDFC	-	-	-	-	9.51	8.94	12.33	6.65	6.65	9.45	9.28	9.34
LIC	-	-	-	-	12.37	8.26	12.31	5.49	5.49	8.85	8.65	9.17
Birla	-	-	-	-	-	-	-	-	-	-	-	6.47*

Returns above 1-year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 21-Dec-09, 14-Dec-09, 12-Aug-13, 21-Dec-09, 14-Dec-09 and 14-Dec-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme G – Tier I (as on March 31, 2018)

SCHEME G - TIER I												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	7.71	6.07	13.84	1.51	20.75	6.97	12.18	5.10	5.10	8.58	8.04	8.73
Kotak	9.14	6.14	13.61	0.84	19.63	7.54	12.63	4.70	4.70	8.59	8.24	8.61
Reliance	7.65	5.63	13.74	0.89	20.24	7.22	12.50	5.02	5.02	8.69	8.20	8.38
SBI	12.25	5.46	13.48	0.23	20.73	7.16	12.44	5.19	5.19	8.75	8.22	9.65
UTI	12.52	3.75	13.57	0.93	20.18	7.16	11.66	4.21	4.21	7.87	7.63	8.38
HDFC	-	-	-	-	19.88	6.77	12.23	4.59	4.59	8.34	7.82	9.87
LIC	-	-	-	-	20.93	6.50	14.31	5.52	5.52	9.83	8.71	11.12
Birla	-	-	-	-	-	-	-	-	-	-	-	4.23*

Returns above 1- year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 18-May-09, 15-May-09, 23-Jul-13, 21-May-09, 15-May-09 and 21-May-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme G – Tier II (as on March 31, 2018)

SCHEME G - TIER II												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	6.43	6.36	14.36	1.12	20.70	7.05	12.14	5.06	5.06	8.54	8.04	8.85
Kotak	6.40	5.37	12.86	1.18	19.90	7.66	12.41	4.66	4.66	8.46	8.19	8.43
Reliance	4.68	5.76	13.68	0.87	20.44	7.37	12.36	5.13	5.13	8.68	8.24	8.63
SBI	11.82	5.31	13.47	0.39	20.57	7.28	12.55	4.79	4.79	8.60	8.16	9.73
UTI	16.44	3.81	13.52	0.51	20.27	7.28	11.96	4.38	4.38	8.10	7.83	9.32
HDFC	-	-	-	-	19.45	6.83	12.11	4.70	4.70	8.34	7.84	10.40
LIC	-	-	-	-	19.94	6.75	13.68	4.94	4.94	9.22	8.39	11.19
Birla	-	-	-	-	-	-	-	-	-	-	-	0.71*

Returns above 1- year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 9-May-17, 1-Aug-13, 30-Dec-09, 14-Dec-09, 12-Aug-13, 23-Dec-09, 14-Dec-09 and 14-Dec-09 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme A – Tier I (as on March 31, 2018)

SCHEME A - TIER I												
PFM	Financial Year Return (%)								Trailing Return (%)			
	FY 2010-11	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
ICICI	-	-	-	-	-	-	-	8.20	8.20	-	-	7.82
Kotak	-	-	-	-	-	-	-	7.70	7.70	-	-	6.78
Reliance	-	-	-	-	-	-	-	6.87	6.87	-	-	6.27
SBI	-	-	-	-	-	-	-	9.76	9.76	-	-	8.71
UTI	-	-	-	-	-	-	-	6.82	6.82	-	-	6.64
HDFC	-	-	-	-	-	-	-	9.21	9.21	-	-	8.22
LIC	-	-	-	-	-	-	-	6.71	6.71	-	-	6.33
Birla	-	-	-	-	-	-	-	-	-	-	-	5.86*

Returns above 1- year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Birla, HDFC, ICICI, Kotak, LIC, Reliance, SBI and UTI are 15-May-17, 10-Oct-16, 21-Nov-16, 14-Oct-16, 13-Oct-16, 2-Nov-16, 13-Oct-16 and 14-Oct-16 respectively)

* Not annualized as return period is less than 1 year

Performance: Scheme NPS Lite (as on March 31, 2018)

Scheme NPS Lite											
PFM	Financial Year Return (%)							Trailing Return (%)			Since Inception
	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	
Kotak	-	14.58	5.18	19.23	6.37	12.98	6.31	6.31	9.59	8.51	10.46
LIC	10.1	13.02	5.91	19.52	5.72	13.58	5.93	5.93	9.69	8.35	10.33
SBI	8.7	13.83	4.11	19.52	6.30	13.37	6.16	6.16	9.70	8.56	10.45
UTI	8.55	13.18	4.90	19.20	5.83	13.60	6.29	6.29	9.88	8.51	10.41

Returns above - year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for Kotak, LIC, SBI and UTI are 30-Jan-12, 4-Oct-10, 16-Sep-10 and 4-Oct-10 respectively)

Performance: Scheme Corporate – CG (as on March 31, 2018)

Scheme Corporate CG										
PFM	Financial Year Return (%)						Trailing Return (%)			
	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
LIC	-	5.63	19.53	5.72	13.87	5.46	5.46	9.59	8.28	9.93
SBI	-	3.31	19.99	6.54	13.36	6.04	6.04	9.64	8.60	9.86

Returns above 1-year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception dates for LIC and SBI are 5-Nov-12 and 1-Nov-12 respectively)

Performance: Atal Pension Yojana (as on March 31, 2018)

Atal Pension Yojana										
PFM	Financial Year Return (%)						Trailing Return (%)			
	FY 2012-13	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18	1-Yr	2-Yr	3-Yr	Since Inception
LIC	-	-	-	-	13.71	5.46	5.46	9.51	-	9.28
SBI	-	-	-	-	13.79	5.98	5.98	9.82	-	8.49
UTI	-	-	-	-	14.24	5.70	5.70	9.89	-	9.47

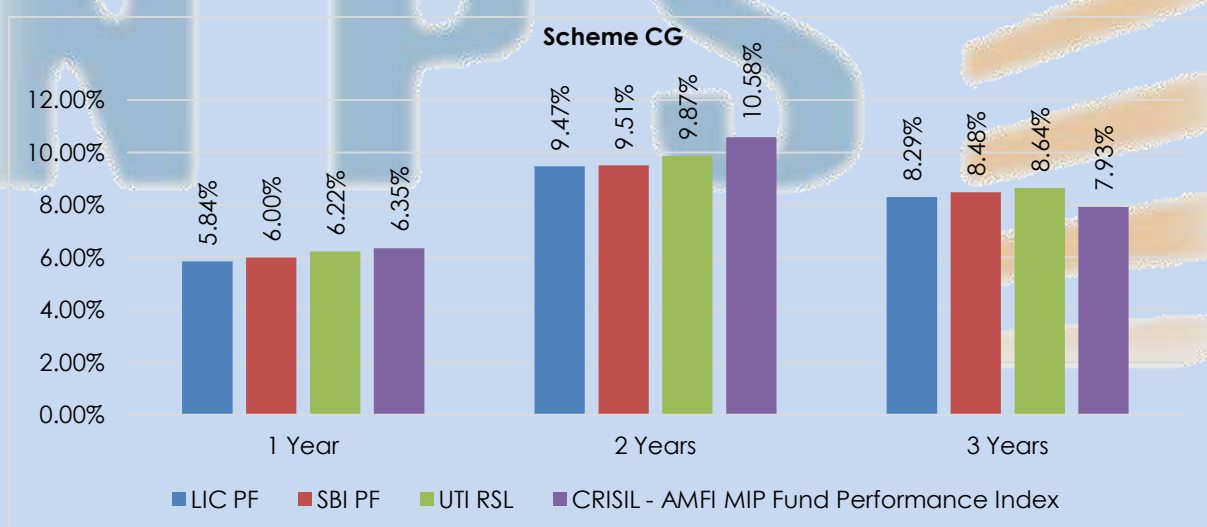
Returns above 1- year period are annualized; since inception returns are considered from the respective dates of first cash flow (inception date is 4-Jun-15 for all PFMs)

Performance of PFMs vis-à-vis Mutual Fund Industry

To assess the performance of NPS schemes vis-à-vis mutual funds, returns delivered by respective PFMs in each category has been compared with relevant CRISIL AMFI MF performance indices. CRISIL – AMFI MF Performance Indices are industry level indices that track the performance of different categories of mutual funds across time frames and market cycles. The key highlights of performance comparison of NPS schemes vis-à-vis CRISIL AMFI MF performance indices as on March 28, 2018 are as follows:

- All PFMs in Scheme CG, Scheme SG, Scheme NPS Lite, Scheme APY and Scheme Corporate CG have underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods, while outperformed the CRISIL - AMFI MIP Fund Performance Index for three year period.
- Equity schemes (Scheme E – Tier I and Scheme E – Tier II) of all PFMs except ICICI Prudential PF, LIC PF and Reliance PF, have outperformed CRISIL - AMFI Large Cap Fund Performance Index in one year period. During the two year period, all the PFMs except HDFC PF, underperformed CRISIL - AMFI Large Cap Fund Performance Index. During the three year period, all PFMs except UTI RSL and Kotak PF in Scheme E – Tier I and HDFC PF and Kotak PF in Scheme E – Tier II, underperformed CRISIL - AMFI Large Cap Fund Performance Index.
- Corporate debt schemes (Scheme C – Tier I and Scheme C – Tier II) of all PFMs have delivered superior returns to CRISIL - AMFI Income Fund Performance Index in one year, two year and three year periods.
- Gilt schemes (Scheme G – Tier I and Scheme G – Tier II) of all PFMs outperformed the CRISIL - AMFI Gilt Fund Performance Index in the one year, two year and three year period, except Scheme G – Tier I and Tier II of UTI RSL which underperformed during the two year period.

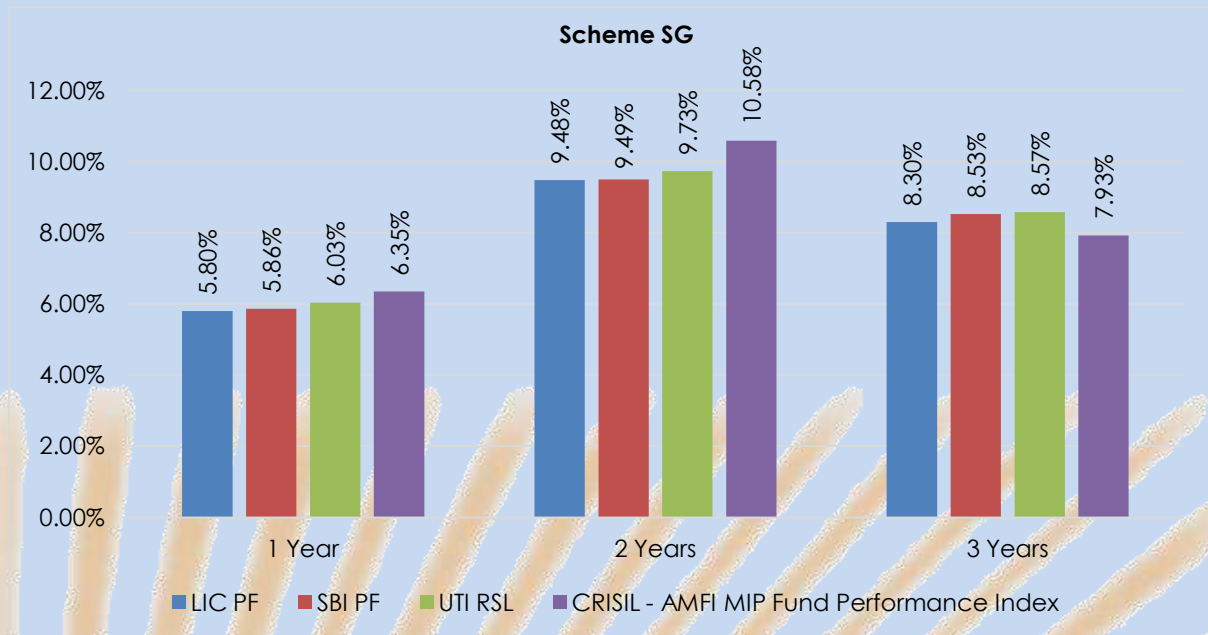
Performance: Scheme CG Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme CG, all the PFMs underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods, while all PFMs outperformed the CRISIL - AMFI MIP Fund Performance Index for the three year period.

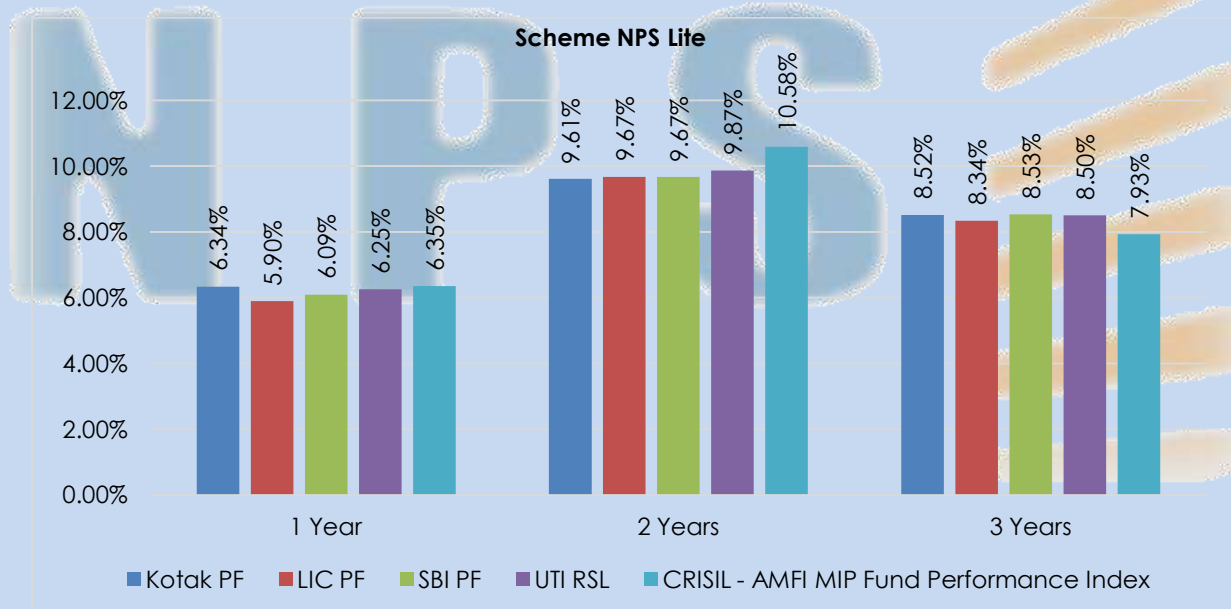
Performance: Scheme SG Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme SG, all the PFMs underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods, while all PFMs outperformed the CRISIL - AMFI MIP Fund Performance Index for the three year period.

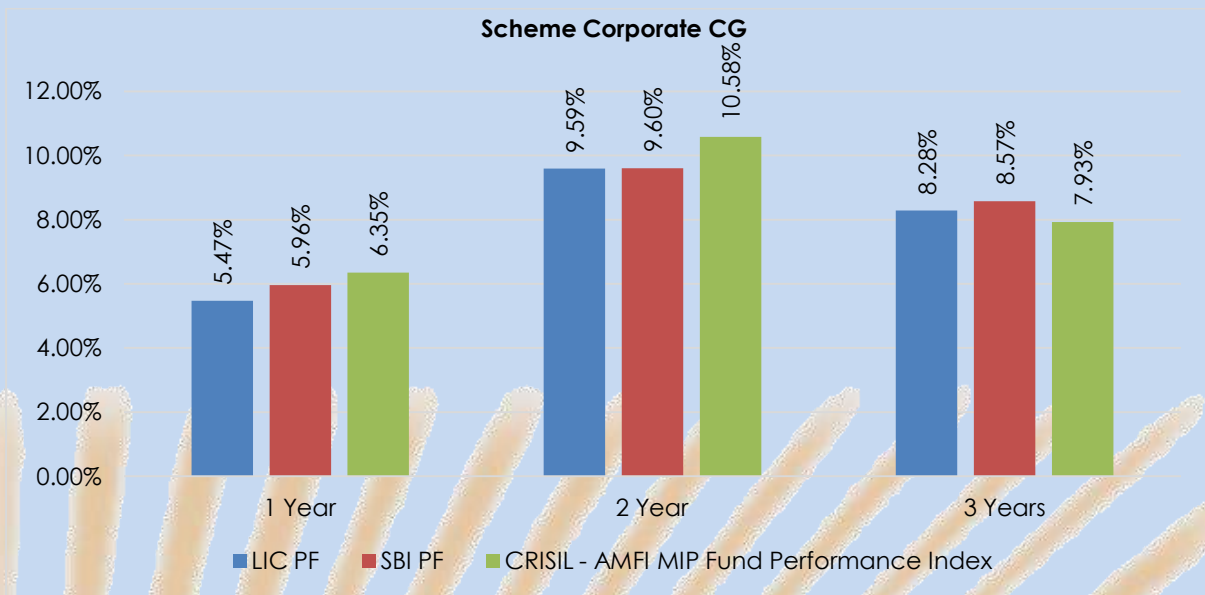
Performance: Scheme NPS Lite Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns.

In scheme NPS Lite, all the PFMs underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods, while all PFMs outperformed the CRISIL - AMFI MIP Fund Performance Index for the three year period.

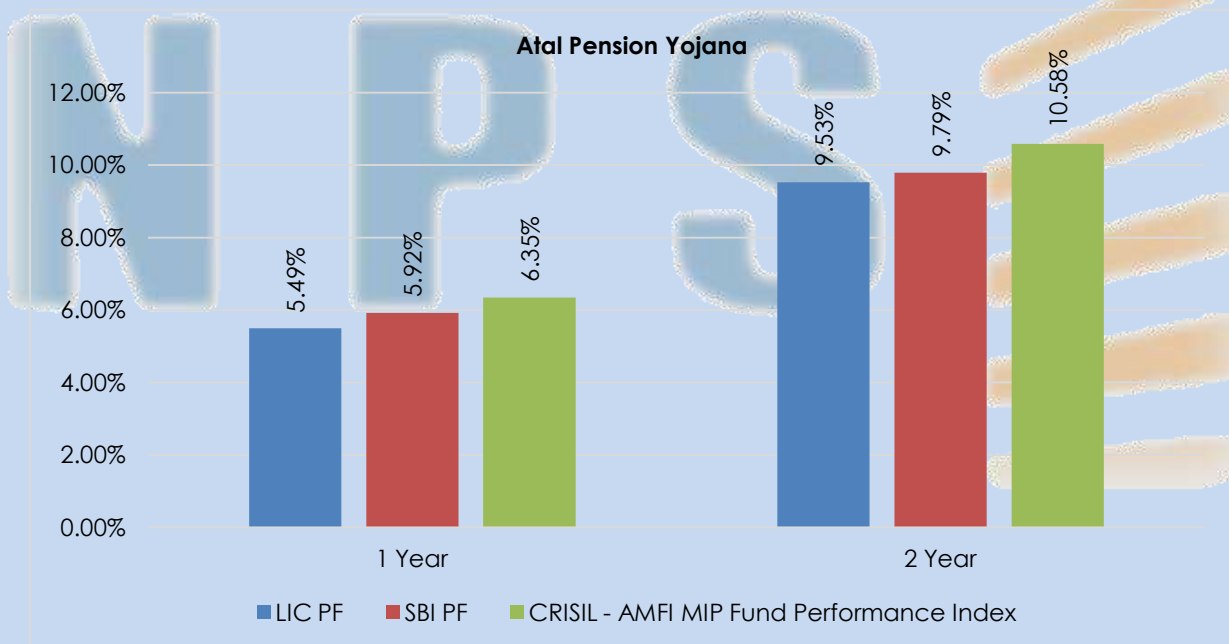
Performance: Scheme Corporate CG Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns.

In scheme corporate CG, all the PFMs underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods, while all PFMs outperformed the CRISIL - AMFI MIP Fund Performance Index for the three year period.

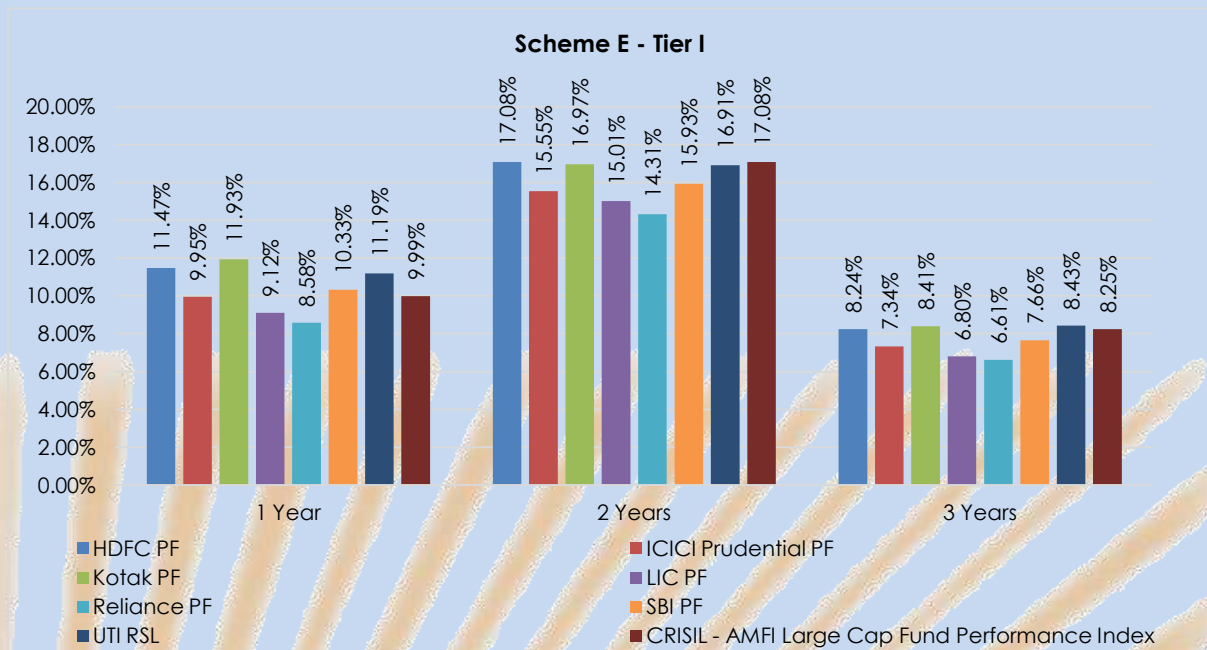
Performance: Atal Pension Yojana Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns.

In Atal Pension Yojana, all the PFMs underperformed the CRISIL - AMFI MIP Fund Performance Index for one year and two year periods.

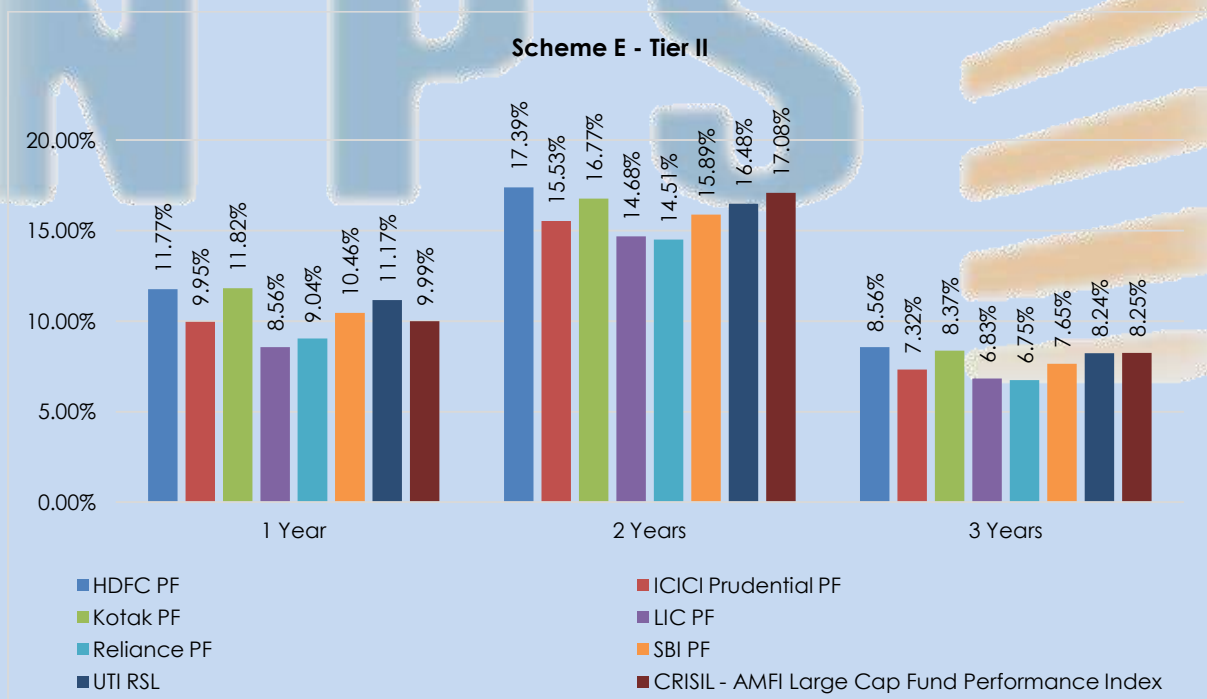
Performance: Scheme E – Tier I Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme E – Tier I, all the PFMs except ICICI Prudential PF, LIC PF and Reliance PF outperformed CRISIL - AMFI Large Cap Fund Performance Index in one year period. During the two year period, all the PFMs except HDFC PF underperformed CRISIL - AMFI Large Cap Fund Performance Index. During the three year period, all the PFMs except UTI RSL and Kotak PF underperformed CRISIL - AMFI Large Cap Fund Performance Index

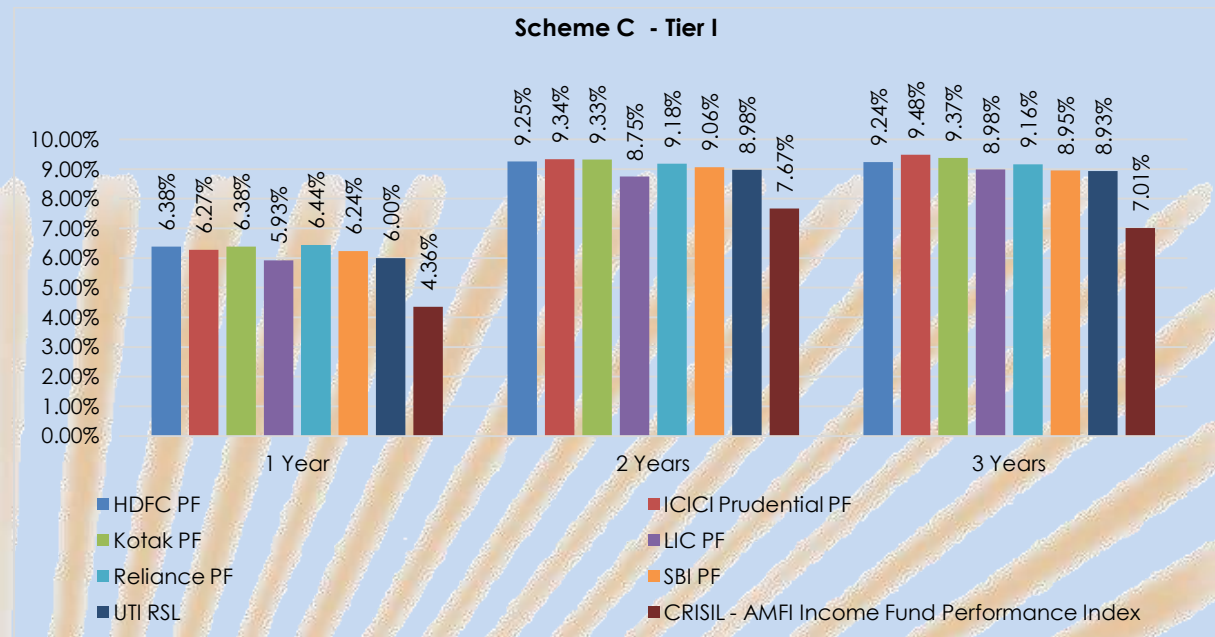
Performance: Scheme E – Tier II Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme E – Tier II, all the PFMs except ICICI Prudential PF, LIC PF and Reliance PF outperformed CRISIL - AMFI Large Cap Fund Performance Index in one year period. During the two year period, all the PFMs except HDFC PF underperformed CRISIL - AMFI Large Cap Fund Performance Index. During the three year period, all the PFMs except HDFC PF and Kotak PF underperformed CRISIL - AMFI Large Cap Fund Performance Index.

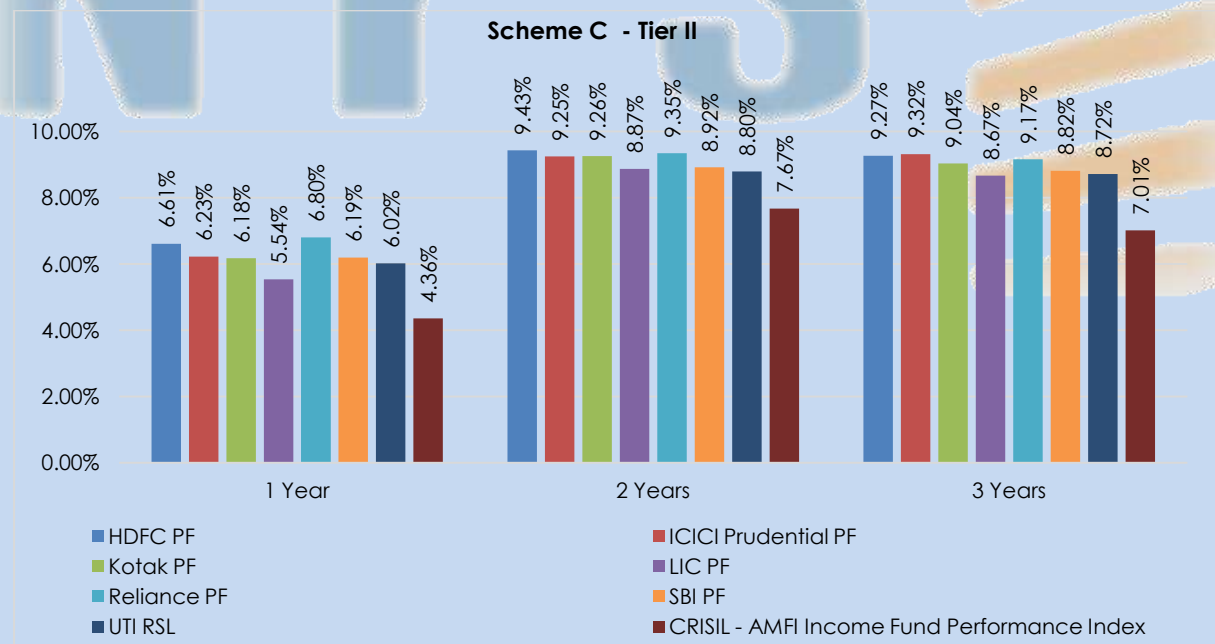
Performance: Scheme C – Tier I Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme C – Tier I, all the PFMs outperformed CRISIL - AMFI Income Fund Performance Index during one year, two year and three year periods.

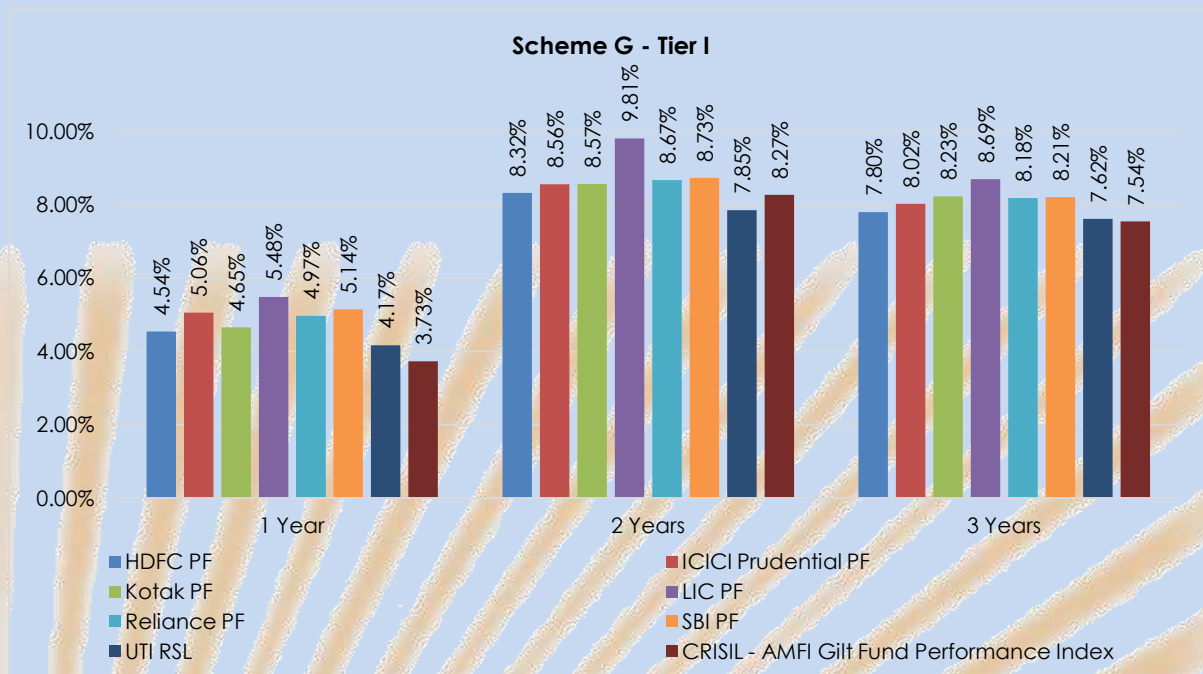
Performance: Scheme C – Tier II Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme C – Tier II, all the PFMs outperformed CRISIL - AMFI Income Fund Performance Index during one year, two year and three year periods.

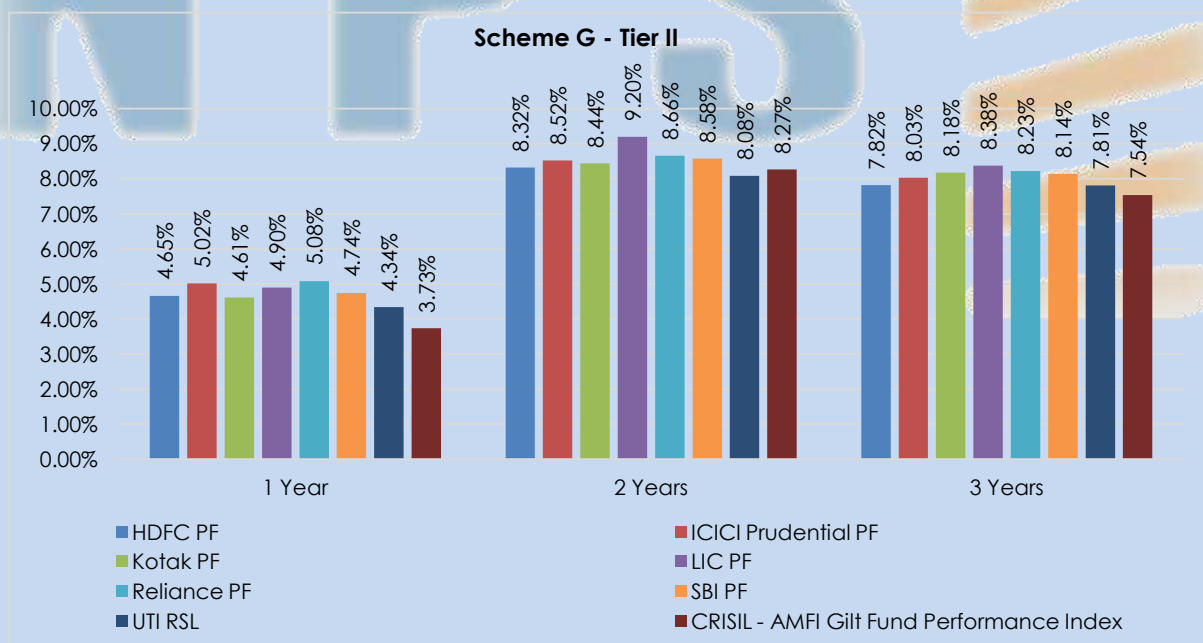
Performance: Scheme G – Tier I Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme G – Tier I, all the PFMs outperformed CRISIL - AMFI Gilt Fund Performance Index during one year, two year and three year periods, except UTI RSL, which underperformed the CRISIL - AMFI Gilt Fund Performance Index in two year period.

Performance: Scheme G – Tier II Vs. mutual fund industry (as on March 28, 2018)



Returns for period greater than one year are compounded annualized returns

In scheme G – Tier II, all the PFMs outperformed CRISIL - AMFI Gilt Fund Performance Index during one year, two year and three year periods, except UTI RSL, which underperformed the CRISIL - AMFI Gilt Fund Performance Index in two year period.

Acknowledgements

The Board of Trustees will like to thank the Chairman PFRDA for providing constant guidance, encouragement and support to the NPS Trust in ensuring its smooth function and efficient discharge of its responsibilities. We would also like to place on record our appreciation for all the other staff of PFRDA, who have provided constant support and assistance to the NPS Trust. The Board of Trustees will like to make a special mention of the tireless and efficient work done by the team of the staff in NPS Trust and place on record our appreciation for the entire team of staff of the NPS Trust.

A handwritten signature in blue ink that reads 'Ashvin Parekh'.

Ashvin Parekh
Chairman of the Board of Trustees
National Pension System Trust
Date: 28th June 2018
Mumbai

A large, stylized logo for NPS. The letters 'N', 'P', and 'S' are rendered in a bold, blue, sans-serif font. To the right of the letters is a vertical stack of several horizontal orange and white stripes, resembling a flag or a stylized sunburst.

अनुबंधक- I / ANNEXURE- I

एन पी एस ट्रस्ट के लेखा परीक्षक की रिपोर्ट व अंकेक्षित खाते
31 मार्च 2018 को समाप्त होने वाले वित्तीय वर्ष के लिए

**Auditor's Report and Audited Accounts of NPS Trust
for the Financial year ended 31st March 2018**

INDEPENDENT AUDITORS' REPORT

THE TRUSTEES OF NATIONAL PENSION SYSTEM (NPS) TRUST

Report on the Financial Statements

We have audited the accompanying financial statements of M/s **National Pension System (NPS) Trust** which comprises the Balance Sheet as at 31st March 2018 and the Income and Expenditure account and Receipt and Payment account for the year ended on that date and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management 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 Trust in accordance with the Generally Accepted Accounting Principles. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Trust's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

In our opinion, and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (i) In the case of the Balance Sheet, of the state of affairs of the Trust as at 31st March 2018;
- (ii) In the case of the Income and Expenditure Account, of the excess of income over expenditure for the year ended on that date; and
- (iii) In the case of the Receipts and Payments Account, of the total receipts and payments for the year ended on that date.

For RMA & Associates
(Chartered Accountants)
FRN. 000978N/N500062

SD/-

Rahul Vashishth
Partner
M. No.: 097881

Place: New Delhi
Date: 29/06/2018

N P S

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION

BALANCE SHEET AS AT 31.03.2018

Particulars	Note	(Amount in Rs.)	
		As at March 31, 2018	As at March 31, 2017
<u>CORPUS / CAPITAL FUND AND LIABILITIES</u>			
Corpus / Capital Fund	2.1	294,234,844	125,453,973
Current Liabilities and Provisions	2.2	7,858,916	7,167,743
Total		302,093,760	132,621,716
<u>ASSETS</u>			
Fixed Assets	2.3	980,878	166,169
Current Assets, Loans and Advances	2.4	301,112,882	132,455,547
Total		302,093,760	132,621,716
Significant accounting policies and notes on accounts	1&2		

Note: The notes referred to above are an integral part of the balance sheet.

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED March 31, 2018

Particulars	Note	(Amount in INR)	
		As at March 31, 2018	As at March 31, 2017
<u>INCOME</u>			
Recovery of Fee/Charges from Subscribers	2.5	205,916,535	147,867,128
Interest Receipts	2.6	10,002,852	2,664,901
Other Receipts	2.7	20,000	75,099
Total (A)		215,939,387	150,607,129
<u>EXPENDITURE</u>			
Establishment Expenses	2.8	35,914,424	40,039,513
Other Administrative Expenses	2.9	10,946,267	9,666,605
Bank Charges	2.10	273	377
Depreciation	2.3	297,552	64,979
Total (B)		47,158,516	49,771,474
Balance being surplus (deficit) before exceptional and extra-ordinary items (A-B)		168,780,871	100,835,655
<u>EXCEPTIONAL AND EXTRA-ORDINARY ITEMS</u>			
Balance being surplus (deficit) carried to corpus / capital fund		168,780,871	100,835,655
Significant accounting policies and notes on accounts	1&2		
<i>Note: The notes referred to above are an integral part of the Income and Expenditure Account.</i>			
As per our Report of even Date Attached			
For RMA & Associates LLP Chartered Accountants Firm Registration Number: 000978N/N500062		For and on Behalf of National Pension System(NPS) Trust	
SD/- Rahul Vashishth Partner Membership Number: 097881	SD/- Ashvin Parekh Chairman	SD/- Munish Malik Chief Executive Officer	
Place: New Delhi Date: 29.06.2018	Place: Mumbai Date: 28.06.2018	Place: Mumbai Date: 28.06.2018	

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
RECEIPTS AND PAYMENTS FOR THE YEAR ENDED March 31, 2018

RECEIPTS	(Amount in INR)		PAYMENTS	(Amount in INR)	
	As at March 31, 2018	As at March 31, 2017		As at March 31, 2018	As at March 31, 2017
<u>I. Opening Balances</u>	-		<u>VI. Expenses</u>	-	
a) Cash in hand	10,000	3,435	a) Establishment Expenses	36,783,869	39,133,127
b) Bank Balance - Saving account	2,041,953	544,964	b) Administrative Expenses	9,464,593	7,678,007
c) Fixed Deposit	86,500,000	-			
<u>II. Grants Received</u>			<u>VII. Finance Charges</u>		
a) Grant Received from PFRDA		-	a) Bank charges	273	377
<u>III. Recovery of Fee/Chrges from Subscribers</u>	191,584,387	134,299,838	<u>VIII. Fixed Assets Purchased</u>	624,243	148,497
<u>IV. Other Receipts</u>					
a) Tender Fee	20,000	75,000			
b) Miscellaneous Receipt	-	99			
<u>V. Interest Received</u>			<u>IX. Closing Balances</u>		
a) On Saving Bank deposits	875,353	-	a) Cash in hand	10,000	10,000
b) Fixed Deposit	6,292,883		b) Bank Balances- Savings account	16,542,598	2,041,953
			c) Fixed Deposit	223,899,000	86,500,000
Total	287,324,576	134,923,336	Total	287,324,576	135,511,961

Significant accounting policies and notes on accounts

1&2

Note: The notes referred to above are an integral part of the Receipts and Payments Account.

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered
Accountants

Firm Registration Number: 000978N/N500062

SD/-

Rahul Vashishth
Partner

Membership Number: 097881

Place: New Delhi
Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh
Chairman

Place: Mumbai
Date: 28.06.2018

SD/-

Munish Malik
Chief Executive Officer

Place: Mumbai
Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS)TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

Background:

The National Pension System Trust (NPS Trust) earlier known as New Pension System Trust was established by Pension Fund Regulatory and Development Authority (PFRDA) on 27th February, 2008 with the execution of the Trust Deed. The NPS Trust has been set up and constituted for taking care of the assets and funds under the National Pension System (NPS) in the interest of the beneficiaries (subscribers). The NPS funds are managed by the Board of Trustees to realize and fulfil the objectives of the NPS Trust in the exclusive interest of the Subscribers. Upon Notification of the PFRDA (NPST) Regulation 2015 by PFRDA Dt. 12.03.2015 the Objectives, Power and Functions of the Board of Trustees are governed under regulation 9 and 11 respectively of the aforesaid regulation.

1. Significant Accounting Policies

1.1 Basis of preparation of financial statements

These financial statements are prepared under the historical cost convention, and compliance in accordance with Generally Accepted Accounting Principles (GAAP) in India on accrual basis. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

1.2 Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of income and expenses of the period, reported amount of assets and liabilities and disclosure relating to contingent assets and liabilities as of the date of the financial statements. Accounting estimate could change from period to period and actual results could differ from those estimates.

1.3 Tangible fixed assets and depreciation

Fixed Assets are stated at historical cost after reducing accumulated depreciation and impairment if any up to the date of balance sheet. Cost includes original cost of acquisition, including incidental expenses related to such acquisition and installation. Depreciation on all assets has been charged on pro-rata basis as per written down value method at the rates and in the manner prescribed under Income Tax Act, 1961.

1.4 Government grants / subsidies

Grant/Subsidies are accounted for on realization basis. The expenses of NPS Trust is borne by government Grants received(if any). For the FY 2017-18, no grant was received from PFRDA/Govt.

1.5 Recovery of Fee/Charges from Subscribers

Fee/Charges are being recovered from the subscribers of schemes for meeting the expenses of NPS Trust @0.01% p.a w.e.f 01.11.2015 as instructed by PFRDA through Letter No.PFRDA/5/NPST/1 dated 16.10.2015.

1.6 Reimbursement to PFRDA

PFRDA claimed reimbursement of INR 3,01,13,027/- for the FY 2017-18, towards rent, electricity (being 1 portion of 3rd floor used by NPS Trust) & salary, allowances and other reimbursements to the officials of PFRDA engaged with NPS Trust for the period April 2017 to March 2018. Accordingly an amount of INR 2,41,43,141/- was reimbursed to PFRDA in the FY 2017-18 and INR 59,69,886/- the amount reimbursable for the month of January/ February/March 2018 was shown under provisions in the Balance Sheet.

1.7 Other revenue recognition

Interest on saving accounts and other incomes are accounted for on accrual basis.

1.8 Employee benefits

Since the number of employees is less than the statutory limit required under the provision of Provident Fund and Miscellaneous Provision Act the trust has not yet registered itself under the Authorities and hence there is no provident fund contribution.

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 28.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

1.9 Corpus/Capital Fund:

PFRA established NPS Trust on 27th February 2008 and contributed to the Trustees a sum of Rs. 1,00,000/- (INR one lakh only) being the initial contribution towards the corpus of the Trust. In schedule 2.1 of the Balance sheet the total corpus/capital fund for the FY 2017-18 are bifurcated and shown as initial corpus and accumulated corpus of INR 29,42,34,844 (INR 1,00,000 + INR 29,41,34,844). The corresponding figures for the FY 2016-17 is INR 12,53,53,973 /- (INR 1,00,000 + INR 12,53,53,973).

1.10 Foreign Currency Transactions

The trust accounts for effects of differences in foreign exchange rates in accordance with Accounting Standard-11, issued by the Institute of Chartered Accountants of India.

Initial recognition

Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction.

Conversion

Foreign currency monetary items are reported using the closing rate.

Exchange Difference

Exchange differences arising on the settlement of monetary items or on reporting trust's monetary items at rates different for those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which arise.

1.11 Provisions and Contingencies

Provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation; in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

1.12 Cash and Cash Equivalents

Cash and cash equivalents comprises cash in hand and balance in bank accounts.

1.13 Change in accounting policy

There is no change in the accounting policy as those adopted in previous year.

1.14 Previous year figures are rearranged/regrouped wherever necessary

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

For and on Behalf of National Pension System(NPS) Trust

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

SD/-

Ashvin Parekh

Chairman

SD/-

Munish Malik

Chief Executive Officer

Place: New Delhi

Date: 29.06.2018

Place: Mumbai

Date: 28.06.2018

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2. Notes to Accounts

2.1 : Corpus / Capital fund

(Amount in INR)				
Particulars		As at March 31, 2018		As at March 31, 2017
Initial Corpus	100,000		100,000	
Accumulated Corpus	125,353,973	125,453,973	24,518,318	24,618,318
Add : Contributions towards Corpus / Capital fund				
Add / (Deduct) : Balance of Surplus/ (Deficit) transferred		168,780,871		100,835,655
Balance as at the end of the year		294,234,844		125,453,973

2.2 : Current liabilities and provisions

(Amount in INR)		
Particulars	As at March 31, 2018	As at March 31, 2017
A. Current liabilities		
Statutory liabilities :		
- TDS payable	7,778	16,875
Other liabilities :		
- Expenses payable	1,881,252	3,491,067
Total (A)	1,889,030	3,507,942
B. Provisions		
Provisions towards Payment to PFRDA for		
-Electricity Payable	44,609	34,719
-Rent Payable	1,735,816	845,843
-Salary and Other allowances payable	4,189,461	2,779,239
Total (B)	5,969,886	3,659,801
Total (A + B)	7,858,916	7,167,743

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants
 Firm Registration Number:
 000978N/N500062

SD/-
Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-
Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-
Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2.2b : TDS Payable

(Amount in INR)		
Particulars	As at March 31, 2018	As at March 31, 2017
TDS payable on contractor	7,778	16,875
TDS Payable on Professional	-	-
Total	7,778	16,875

2.2c : Expenses payable

(Amount in INR)		
Particulars	As at March 31, 2018	As at March 31, 2017
Account maintenance charges	38,016	36,800
Audit fee payable	20,650	20,125
Taxi Hiring Charges for CEO - Payable	58,432	50,965
Books & periodicals - payable	284	284
Manpower charges payable	178,203	212,948
Postage & Courier Payable	30,399	-
Meeting Expenses Payable	41,390	-
Professional Fees Payable	15,000	
Resources Provided by PFRDA Payable	5,969,886	3,659,802
Telephone & mobile expenses payable	3,604	2,820
Reimbursable Telephone Exp. CEO		1,958
CRISIL - Payable	1,458,333	1,458,333
Advertisement Exp. - Payable		800,448
Arrear Salary Payable	36,942	906,386
Total	7,851,139	7,150,869

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number:
000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2.3 : Fixed Assets

(Amount in INR)

Description	Rate of Dep	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		Cost/Valuation As at beginning of the year	Additions during the year	Deductions during the year	Cost/Valuation As at the year-end	As at beginning of the Year	For the Year	On Deductions during the year	Total upto year end	As at the Current Year	As at the previous year
Fixed Assets:											
1. Furniture's and fixtures	10%	102,510	61,340	-	163,850	31,695	10,148	-	41,844	122,006	70,815
2. Computer / Peripherals	40%	761,446	2,709	-	764,155	721,591	17,025	-	738,617	25,538	39,855
3. Office Equipments	15%	60,000	-	-	60,000	4,500	8,325	-	12,825	47,175	55,500
4. Intangible Asset	25%	-	1,048,212	-	1,048,212	-	262,053	-	262,053	786,159	-
Total of current year		923,956	1,112,261	-	2,036,217	757,787	297,552	-	1,055,339	980,878	166,169
Previous year		775,459	148,497	-	923,956	692,808	64,979	-	757,788	166,169	82,651

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

For and on Behalf of National Pension System(NPS) Trust

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

SD/-

Ashvin Parekh

Chairman

SD/-

Munish Malik

Chief Executive Officer

Place: New Delhi

Date: 29.06.2018

Place: Mumbai

Date: 28.06.2018

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2.4 : Current assets, loan and advances

Particulars	(Amount in INR)	
	As at March 31, 2018	As at March 31, 2017
A. Current assets :		
Cash balances in hand (including cheques/drafts and imprest)	10,000	10,000
Bank Balances :		
- With Scheduled Banks : savings account	16,542,598	2,041,953
Fixed Deposits	223,899,000	86,500,000
Total (A)	240,451,598	88,551,953
B. Loans, advances and other assets		
Advances and other amounts recoverable in cash or in kind or for value to be received:		-
Fee/Charges recoverable from Subscribers	55,641,961	41,309,813
Advance to NICSI for Website Redesigning		488,018
Accrued Interest On Fixed Deposits	4,910,892	2,076,275
Advance For Meeting	-	25,815
Total (B)	60,552,853	43,899,921
C. Prepaid Expenses		
Books & Periodicals	-	3,673
Trustee Insurance	108,431	-
Total (C)	108,431	3,673
Total (A + B + C)	301,112,882	132,455,547

In the opinion of the management, the current assets, loans and advances have a value on realization in the ordinary course of business, equal at least to the amount shown in the balance sheet.

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018
2.5 : Recovery Of Fee/Charges From Subscribers

(Amount in INR)		
Particulars	FY 2017-18	FY 2016-17
Recovery of Fee/Charges from Subscribers	150,274,574	106,557,315
Fee/Charges recoverable from Subscribers (As at March 31, 2018)	55,641,961	41,309,814
Total	205,916,535	147,867,128

2.6 : Interest Receipts

(Amount in INR)		
Particulars	FY 2017-18	FY 2016-17
Interest on Saving Bank Account:		
- With Yes Bank	766,870.80	-
- With Indian Overseas Bank	108,482	588,625
Accrued Interest (FD + Saving A/c 888)	9,127,499	2,076,276
Total	10,002,852	2,664,901

2.7 : Other Receipts

(Amount in INR)		
Particulars	FY 2017-18	FY 2016-17
Tender Fee Received	20,000	75,000
Miscellaneous Incomes (Reversal of Excess Provision on Reliance Data Card)	-	99
Total	20,000	75,099

2.8 : Establishment expenses

(Amount in INR)		
Particulars	FY 2017-18	FY 2016-17
Salaries and wages	4,463,187	5,681,862
Resources Provided by PFRDA	30,113,027	33,857,953
LFC Expenses	236,138	
Medical reimbursement	50,000	30,067
Annual Health Checkup	13,500	13,500
Local conveyance allowance	45,767	38,974
Other allowances and re-imburements	992,805	417,157
Total	35,914,424	40,039,513

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants

Firm Registration Number: 000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2.9 : Other administrative expenses

Particulars	(Amount in INR)	
	FY 2017-18	FY 2016-17
Sitting fee	213,000	186,000
Telephone & mobile	53,905	35,879
Postage, telegram and courier	160,462	153,318
Printing and stationery	143,154	97,602
Travelling and conveyance	992,991	1,029,800
Office	87,840	32,154
Staff welfare	63,364	18,487
Meeting & conference	366,821	369,301
Books & periodicals	10,215	10,963
Vehicle hiring, running & maintenance	735,462	531,602
Professional charges	510,400	69,000
Audit fees	20,650	20,125
Accounting charges	41,536	36,887
Manpower hiring charges	2,605,289	2,386,340
Consultancy charges	2,500,000	2,483,333
Computer repair & maintenance	81,792	83,915
Legal fees	2,195,998	2,000
Interest on TDS	10	-
Repairs and maintenance	11,855	15,586
Website Hosting Charges	14,750	116,513
Advertisement Expenses	91,804	1,815,301
Insurance Expenses	44,969	172,500
Total	10,946,267	9,666,605

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants
 Firm Registration Number:
 000978N/N500062

SD/-

Rahul Vashishth

Partner

Membership Number: 097881

Place: New Delhi

Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-

Ashvin Parekh

Chairman

Place: Mumbai

Date: 28.06.2018

SD/-

Munish Malik

Chief Executive Officer

Place: Mumbai

Date: 28.06.2018

NATIONAL PENSION SYSTEM (NPS) TRUST GENERAL ADMINISTRATION
NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2018

2.10 : Bank charges

(Amount in INR)		
Particulars	FY 2017-18	FY 2016-17
Bank charges	273	377
Total	273	377

2.11 : Taxation

- a). As per the provisions of Section 10(44) of The Income Tax Act, 1961, The Income of the NPS Trust is exempted from Tax therefore provision for Tax has not been made.
- b). As per the provisions of Section 197A(1E), no deduction of tax shall be made from any payment to any person for, or on the behalf of, the New Pension System (NPS) Trust referred to in clause 44 of Section 10.
- c). Recent circular no. 18/20 [F.No. 385/01/2015-IT(B)], dated 29-05-2017 issued by CBDT exempt National Pension System (NPS) Trust to file Income Tax Return.

2.12 : Government Grant

Particulars	FY 2017-18	FY 2016-17
Opening Balance of Government Grant	-	-
Add : Grant Received during the year	-	-
Less : Utilisation of Grant during the year (Net off)	-	-
Closing Balance of Government Grant	-	-

As per our Report of even Date Attached

For RMA & Associates LLP

Chartered Accountants
 Firm Registration Number:
 000978N/N500062

SD/-
Rahul Vashishth
 Partner
 Membership Number: 097881

Place: New Delhi
 Date: 29.06.2018

For and on Behalf of National Pension System(NPS) Trust

SD/-
Ashvin Parekh
 Chairman

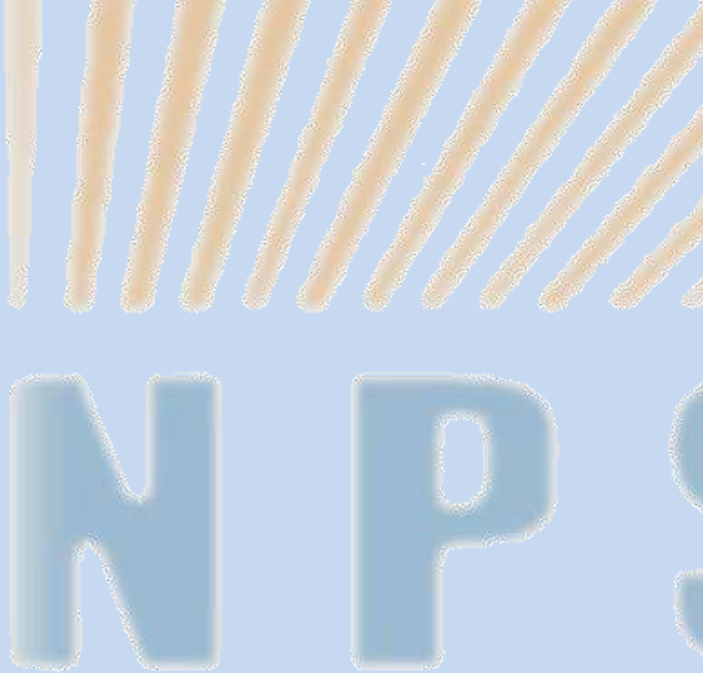
Place: Mumbai
 Date: 28.06.2018

SD/-
Munish Malik
 Chief Executive Officer

Place: Mumbai
 Date: 28.06.2018

2018

Consolidated (Combined) NPS Scheme Financials



National Pension System Trust

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Report of Chartered Accountants

To,

The Board of Trustees,

National Pension System Trust

1 We have been requested by the National Pension System Trust (NPS Trust) to verify the consolidation of Balance Sheet as at 31st March, 2018 (Balance Sheet) and the Revenue Account for the year then ended (Revenue Account) and notes to Financial Statements attached thereto, in respect of following schemes of the NPS Trust being managed by Pension Fund Managers (PFM) listed in Para 2 below:

- a Scheme - E (Tier-I)
- b Scheme - C (Tier-I)
- c Scheme - G (Tier-I)
- d Scheme - A (Tier-I)
- e Scheme - E (Tier-II)
- f Scheme - C (Tier-II)
- g Scheme - G (Tier-II)
- h Scheme - CG (Central Government)
- i Scheme - SG (State Government)
- j Scheme -NPS Life Government Pattern
- k Scheme - Corporate CG
- l Scheme – APY (Atal Pension Yojana)
- m Scheme - A (Tier-II)

2 For this purpose, the NPS Trust has furnished

i. scheme-wise Audited Balance Sheet and scheme-wise Audited Revenue Account along with notes thereto in respect of various schemes managed by the following PFM, which were audited by separate independent auditors appointed by the NPS Trust for auditing each scheme managed by the PFM:

- a. HDFC Pension Management Company Limited- 8 Schemes
- b. ICICI Prudential Pension Fund Management Company Limited- 8 Schemes
- c. Kotak Mahindra Pension Fund Limited- 9 Schemes
- d. LIC Pension Fund Limited - 13 Schemes
- e. Reliance Capital Pension Fund Limited - 8 Schemes
- f. SBI Pension Funds Private Limited - 13 Schemes
- g. UTI Retirement Solutions Limited -12 Schemes
- h. Aditya Birla Sun Life Pension Management Limited - 8 Schemes

ii. Scheme-wise consolidated Balance Sheet and Revenue Account

iii. Consolidated Balance Sheet and Revenue Account along with the extracts of Notes to Financial Statements

- 3 The consolidation of Balance Sheet and the Revenue Account is the responsibility of the management of NPS Trust. Our responsibility is limited to report on correctness of the said consolidation.
- 4 The schemes managed by Aditya Birla Sun Life Pension Management Limited have been audited by us and schemes managed by other PFM (having aggregate asset as on 31st March, 2018 of Rs. 234549.69 Crores, aggregate income for the year of Rs. 15845.98 Crores and aggregate surplus for the year of Rs. 11381.54 Crores) have been audited by seven different auditors appointed by the NPS Trust. We have placed reliance on the scheme's Financial Statements audited by the other auditors.
- 5 The NPS Trust has adopted line by line consolidation of scheme's financial statements. During this process, necessary groupings have been made in order to maintain uniformity in the presentation of the Balance Sheet and the Revenue account. On account of these regroupings, wherever made, the Audited Balance Sheet and Revenue account of the schemes may not be exactly comparable with the individual Audited Balance Sheet and the Revenue account. The Notes to the Consolidated Balance Sheet and Revenue Account contain additional information in Para C4, C5, D2, D3, D4, D5, D6 and D7 of Notes to accounts, which is based on the data available with the NPS Trust.
- 6 We have verified the consolidation and have performed our procedure in accordance with the Guidance Note on Audit Reports and Certificates for Special Purposes issued by the Institute of Chartered Accountants of India.
- 7 The procedure carried out does not constitute either an audit or a review made in accordance with the Generally Accepted Auditing Standards in India and accordingly we do not express any opinion on the Consolidated Balance Sheet and Revenue Account of all schemes of the NPS Trust.
- 8 Based on the procedure carried out as above, we confirm that the Consolidated Balance Sheet and Revenue Account along with the notes attached thereto has been correctly compiled in all material aspects.
- 9 This report is solely for the information of the Board of Trustees and PFRDA and is not to be used for any other purpose or to be distributed to any other parties.

For Mukund M Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W

SD/-

S. M. Chitale
Partner
M. No. 111383
Mumbai, dated 28th June 2018

NATIONAL PENSION SYSTEM TRUST			
CONSOLIDATED BALANCE SHEET OF ALL PENSION SCHEMES AS AT MARCH 31, 2018			
Particulars	Schedule	(In Rs.)	
		March 31, 2018	March 31, 2017
Liabilities			
Unit Capital	1	1,036,617,838,248	810,576,994,785
Reserves and Surplus	2	1,309,173,508,643	935,033,289,027
Current Liabilities and Provisions	3	3,399,840,116	1,263,403,190
Total		2,349,191,187,007	1,746,873,687,002
Assets			
Investments	4	2,282,741,427,170	1,694,068,010,737
Deposits	5	1,957,790,000	3,918,750,685
Other Current Assets	6	64,491,969,837	48,886,925,580
Total		2,349,191,187,007	1,746,873,687,002
(a) Net assets as per Balance Sheets		2,345,791,346,891	1,745,610,283,812
(b) Number of units outstanding		103,661,783,825	81,057,699,479

For Mukund M Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W

For and on Behalf of National Pension System Trust

SD/-
S. M. Chitale
Partner
M. No. 111383

SD/-
Ashvin Parekh
(Chairman, NPS Trust Board)

SD/-
Munish Malik
(Chief Executive Officer)

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

NATIONAL PENSION SYSTEM TRUST			
CONSOLIDATED REVENUE ACCOUNT OF ALL PENSION SCHEMES FOR THE YEAR ENDED MARCH 31, 2018			
Particulars	Schedule	(In Rs.)	
		March 31, 2018	March 31, 2017
Income			
Dividend		3,379,095,093	2,153,894,357
Interest		134,303,182,930	100,314,579,611
Profit on sale/redemption of investments		7,525,381,580	5,140,656,879
Profit on inter-scheme transfer/sale of investments		18,244	-
Unrealised gain on appreciation in investments		13,255,169,031	72,287,988,324
Other Income		195,000	1,832
Total Income (A)		158,463,041,878	179,897,121,003
Expenses and losses			
Unrealised losses in value of investments		43,222,209,832	2,015,477,834
Loss on sale/redemption of investments		770,446,498	510,069,708
Loss on inter-scheme transfer/sale of investments		14	6
Management fees (including service tax)		245,257,819	173,026,650
NPS Trust Fees		207,400,597	147,868,970
Custodian fees		67,003,548	57,259,381
Depository and settlement charges		13,583,944	12,290,782
CRA fees	494,869,212		468,068,312
Less: Amount recoverable by sale of units on account of CRA Charges	(494,869,212)		(468,068,312)
Provision for Non-Performing Assets		120,970,700	313,306,180
Other Expenses		5	6
Total Expenditure (B)		44,646,872,957	3,229,299,517
Surplus/(Deficit) for the year (A-B)		113,816,168,921	176,667,821,486
Less: Amount transferred to Unrealised appreciation account		(29,712,918,158)	70,271,943,795
Less: Amount transferred to General Reserve		143,529,087,079	106,395,877,691
Amount carried forward to Balance Sheet		-	-

For Mukund M Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W

For and on Behalf of National Pension System Trust

SD/-
S. M. Chitale
Partner
M. No. 111383

SD/-
Ashvin Parekh
(Chairman, NPS Trust Board)

SD/-
Munish Malik
(Chief Executive Officer)

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

NATIONAL PENSION SYSTEM TRUST
NOTES ANNEXED TO AND FORMING PART OF THE CONSOLIDATED BALANCE SHEET OF ALL PENSION
SCHEMES AS AT MARCH 31, 2018

(In Rs.)			
		March 31, 2018	March 31, 2017
Schedule 1 - Unit Capital			
Outstanding at the beginning of the year		810,576,994,785	619,437,553,702
Add: Units issued during the year		235,754,406,325	200,748,838,418
Less: Units redeemed during the year		9,713,562,862	9,609,397,335
Outstanding at the end of the year (Rs.)		1,036,617,838,248	810,576,994,785
(Face Value of Rs.10/- each unit, fully paid up)			
Outstanding units at the beginning of the year		81,057,699,479	61,943,755,371
Add: Units issued during the year		23,575,440,633	20,074,883,842
Less: Units redeemed during the year		971,356,286	960,939,734
Outstanding Units at the end of the year		103,661,783,825	81,057,699,479
Schedule 2 - Reserves and Surplus			
Reserves and Surplus			
Unit Premium Reserve			
Opening Balance		522,845,638,706	333,409,835,619
Add: Premium on Units issued		271,365,554,953	196,756,778,855
Less: Premium on Units redeemed		11,041,504,258	7,320,975,768
Add: Transfer from General Reserve		14,986	-
Closing Balance		783,169,704,387	522,845,638,706
General Reserve			
Opening Balance		300,141,131,502	193,745,253,811
Add: Transfer from Revenue Account		143,529,087,079	106,395,877,691
Less: Transfer to Unit Premium Reserve		14,986	-
Closing Balance		443,670,203,595	300,141,131,502
Unrealised Appreciation Account			
Opening Balance		112,046,518,819	46,408,358,882
Add : Adjustment for Previous years unrealised appreciation reserve		-	(4,633,783,858)
Add/(Less): Transfer from/(to) Revenue Account		29,712,918,158	70,271,943,795
Closing Balance		82,333,600,661	112,046,518,819
Total		1,309,173,508,643	935,033,289,027

NATIONAL PENSION SYSTEM TRUST			
NOTES ANNEXED TO AND FORMING PART OF THE COMBINED BALANCE SHEET OF ALL PENSION SCHEMES			
AS AT MARCH 31, 2018			
(In Rs.)			
		March 31, 2018	March 31, 2017
Schedule 3 - Current Liabilities and Provisions			
Current Liabilities			
Sundry Creditors for expenses		180,361,212	152,860,697
TDS Payable		871,426	4,308,412
Book Overdraft		-	-
Redemption Payable		400,980,437	502,276,358
Contract for Purchase of Investments		2,817,584,364	366,740,996
Amount Payable to Other Schemes		-	-
Provision for Interest overdue		-	-
Provision on upgraded assets		-	111,787,680
Interest received in Advance		42,678	125,429,048
Total		3,399,840,116	1,263,403,190
Schedule 4 - Investments			
Investments (Long Term and Short Term)			
Equity Shares		325,049,808,582	234,510,381,660
Preference Shares		25,578,782	-
Debentures and Bonds Listed/Awaiting Listing		788,819,044,997	613,901,508,105
Central and State Government Securities (including treasury bills)		1,132,294,583,083	833,545,604,112
Commercial Paper		-	-
Basel III Tier I Bonds		14,801,280,213	-
Others - Mutual Fund Units		21,751,131,513	12,110,516,860
Total		2,282,741,427,170	1,694,068,010,737
Schedule 5 - Deposits			
Deposits with Scheduled Banks		1,957,790,000	3,918,750,685
Total		1,957,790,000	3,918,750,685
Schedule 6 - Other Current Assets			
Balances with bank in current account		4,593,548,681	925,537,797
Contracts for sale of investments		526,342,347	226,259,102
Interest Receivable on Non-performing Investments	52,243,519		52,243,519
Less: Provision for Interest on Non Performing Investment	(52,243,519)		(52,243,519)
Outstanding and accrued income		51,249,741,796	38,455,375,103
Dividend Receivable		45,989,895	43,176,032
Brokerage receivable from PFM		529,916	142,198
Application money pending allotment		8,059,278,432	9,087,720,000
Sundry Debtors		16,538,771	86,153,845
Redemption receivable on Non performing Investment	1,205,074,268		1,105,166,668
Less: Provision for Non Performing Investments	(1,205,074,268)		-
			1,042,605,166
Total		64,491,969,837	48,886,925,580

A. Introduction - Audit of NPS/APY Scheme Accounts

The annual financial accounts of NPS/APY Schemes managed by the Pension Funds were audited in compliance of the *PFRDA (Pension Fund) Regulations 2015* and *PFRDA (Preparation of Financial Statements and Auditors Report of Schemes under National Pension System) Guideline – 2012 and its amendments thereof dated 8th Jan 2013, 11th Apr 2013 and 5th Jan 2015*. In terms of these guidelines, the scheme auditors were appointed by NPS Trust and each Pension Fund has submitted the individual and consolidated NPS/APY Scheme financial accounts for the Financial Year 2017-18 to NPS Trust which were duly audited in the prescribed formats and approved by the respective Board of Directors of Pension Funds. The Board of Trustee of NPS Trust has adopted these annual scheme financials at its [49th meeting of 28th June 2018](#).

The Pension Funds engaged in managing the schemes under the National Pension System and Atal Pension Yojna for the financial year 2017-18, which are appointed by the Authority are as under:-

1. Aditya Birla Sun Life Pension Management Limited
2. HDFC Pension Management Company Limited
3. ICICI Prudential Pension Fund Management Company Limited
4. Kotak Mahindra Pension Fund Limited
5. LIC Pension Fund Limited
6. Reliance Capital Pension Fund Limited
7. SBI Pension Funds Private Limited
8. UTI Retirement Solutions Limited

The schemes that are being managed by the Pension Funds under NPS/APY are:-

1. Scheme - E (Tier-I)
2. Scheme - C (Tier-I)
3. Scheme - G (Tier-I)
4. Scheme - A (Tier-I)
5. Scheme - E (Tier-II)
6. Scheme - C (Tier-II)
7. Scheme - G (Tier-II)
8. Scheme - A (Tier-II) – Discontinued wef 08th November 2017 vide Authority's Circular -----
9. Scheme - CG (Central Government)
10. Scheme - SG (State Government)
11. Scheme -NPS Lite Government Pattern
12. Scheme - Corporate CG
13. Scheme – Atal Pension Yojana (APY)

The Schemes CG and SG, applicable for government employees, are exclusively managed by LIC Pension Fund Limited, SBI Pension Funds Private Limited and UTI Retirement Solutions Limited as mandated by the Authority.

The Scheme APY, a Government of India sponsored defined benefit scheme, is exclusively managed by LIC Pension Fund Limited, SBI Pension Funds Private Limited and UTI Retirement Solutions Limited as mandated by the Authority.

B. Consolidation of Scheme Accounts and its Methodology

Towards compliance of regulation 14(4)(v) of PFRDA (NPS Trust) Regulations 2015, the audited NPS/APY Scheme financials of each Pension Fund have been consolidated into a single Balance Sheet and Revenue Account representing the summarized position of NPS Scheme Financial Accounts for the Financial Year 2017-18. As the Authority has not prescribed guidelines for consolidating the scheme accounts of NPS/APY, the following methodology was adopted to consolidate the scheme accounts of NPS Trust for the Financial Year 2017-18.

1. The Revenue Account and Balance Sheet as on 31st March 2018 was consolidated scheme-wise across different Pension Fund resulting in 13 (thirteen) Revenue Accounts and Balance Sheets depicting each Scheme.
2. The above 13 (thirteen) NPS Scheme Revenue Accounts and Balance Sheets were further consolidated into a single Revenue Account and Balance Sheet.
3. Balances outstanding in the collection account with Trustee Bank as on 31st March 2018 were segregated scheme-wise on the basis of 'Fund Receipt Confirmation' uploaded by Trustee Bank after 31st March 2018. The details of Balances have been disclosed in [Para D5](#). These Balances are not forming part of the Consolidated Balance Sheet.
4. Balance outstanding with Point of Presence (PoP) and Aggregators were compiled and the same have not been included in the Consolidated Balance Sheet since the same is not forming part of the Audited Financial Statements of the Schemes of NPS/APY managed by the Pension Funds. The details of balances with Point of Presence (PoP) and Aggregators have been disclosed in [Para D6 and D7](#) respectively.
5. The charges levied by the Central Recordkeeping Agency to the non-government subscribers by way of extinguishing of units were accounted for in the scheme financial as redemption of units from schemes based on information provided by the Central Recordkeeping Agency and these redemptions have been expended from the subscribers' individual pension account. The details of Scheme-wise total number of subscribers and the charges recovered by Central Recordkeeping Agency by way of extinguishment of units in respect of non-government subscribers have been disclosed in [Para D8](#).
6. The Consolidated scheme accounts will not bear any Net Asset Value as each Pension Fund declares Net Asset Value (NAV) for each individual NPS/APY Scheme on a daily basis.

C. Significant Accounting Policies

1. Basis of Preparation of Financial statements

The financial statements have been prepared in compliance of the PFRDA (Pension Fund) Regulations 2015 and PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines – 2012, Accounting Standards referred to in section 133 of the Companies Act 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 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.

2. Investment Valuation

The scheme portfolio investments are marked to market and are valued in compliance with the valuation policy prescribed under *PFRDA (Preparation of Financial Statements and Auditor's Report of Schemes under National Pension System) Guidelines – 2012*. Moreover, in terms of the Authority's guidelines, unrealised Gain/Loss, if any, arising out of appreciation/depreciation in value of investments is transferred to Revenue Account.

For ensuring uniform valuation of scheme investments by Pension Funds for calculating the Net Asset Value of Schemes on a daily basis, NPS Trust has appointed Stock Holding Corporation of India Limited as a third party valuer for providing valuation services (price files) to the Pension Funds.

The Scheme Auditors have noted the following variances from the guidelines issued by the Authority in respect of valuation undertaken for the schemes:-

PFRDA Guidelines	Valuation Policy
Securities traded at a stock exchange: Debt securities (other than government securities) are valued at the last quoted closing price on the Principal exchange on which the security is traded.	Debt securities (other than government securities) are valued at NSE weighted average traded price on that day.
Securities not traded at a stock exchange: When a debt security (other than government security) is not traded on any stock exchange on a particular valuation day, the value at which it was traded on any other stock exchange on the earliest previous day is used, provided that such day is not more than fifteen days.	When such securities are not traded on a valuation day, they are valued on a yield to maturity basis, based on average of spreads provided by CRISIL and ICRA, if residual maturity exceeds 60 days Otherwise, it is valued at last valuation price plus the difference between the redemption value and last valuation price, spread uniformly over the remaining maturity period of the instrument.
Valuation of G Sec at YTM based on prevailing prices.	Government securities are valued at aggregated prices received daily from independent valuation agencies i.e. CRISIL and ICRA.
Money Market Instruments like T - Bill, CP and CD should be typically valued at amortised cost, unless traded.	Money Market instruments are valued like debt securities. i.e. up to 60 days residual maturity - Amortisation, above 60 days - YTM basis.

3. Non-Performing Assets

Scheme investments for which interest and/or principal are overdue have been accounted for as non-performing assets in compliance of the *PFRDA (Identification, Income Recognition and Provisioning of NPA) Guidance Note 2013*. Details of Non-Performing Assets as on 31st March 2018 are disclosed in [Para D2](#).

4. Accounting of Subscribers Contribution

Under the NPS architecture, contributions by subscribers to their individual Permanent Retirement Account Number maintained with Central Recordkeeping Agency are received through the Point of Presence (un-organised sector), Aggregator (NPS Lite), Nodal Offices (Government employees) and Banks (APY) and subsequently remitted to the Trustee Bank for onward transmission to the Pension Funds for investments. The subscriber's contributions are recognized in the Scheme Accounts only on the date of receipt of funds by the Pension

Funds from the Trustee Bank. The time lines prescribed by the Authority for remittances of subscribers contributions by different intermediaries are as follows:-

Intermediary	Timelines (Turn Around Time)
Point of Presence	T + 1
Aggregator	T + 3 to 7
Nodal Office	Not prescribed
Trustee Bank	T + 1

Due to the above prescribed timelines, there were subscribers contributions lying with Trustee Bank, Point of Presence and Aggregator as on 31st March 2018 which represented amounts collected from subscribers but units thereof was not allotted to the individual subscribers account. The details of balances lying with the Trustee Bank, Point of Presence and Aggregator are shown in [Para D5, D6 & D7](#) respectively.

5. Accounting of Fees/Charges levied on Subscribers

The accounting for fees/charges paid by the subscribers to the various intermediaries under NPS are not completely reflected in the scheme accounts since the nature and manner of recovery of the fees/charges by the various intermediaries are different as prescribed by the Authority. The intermediaries' fees/charges and the manner of its recovery from the subscriber are as under:-

Intermediary	Charge Head	Method of Deduction	Whether accounted in Scheme Accounts
Custodian	Asset Servicing charges *	NAV deduction, accrued on daily basis	Yes
Pension Fund	Investment Management Fee**	NAV deduction, accrued on daily basis	Yes
Trustee Bank	NIL	NA	NA
Central Recordkeeping Agency	CRA Charges***	Extinguishing of units from subscribers account	No
Point of Presence	Processing Fees	Charges collected upfront and Net Amount remitted to Trustee Bank	No
Aggregator	NA	NA	No
NPS Trust	Reimbursement of expenses	NAV deduction, accrued on daily basis	Yes

*The Custodian Fee is exclusive of applicable taxes and other statutory dues.

** The Investment Management Fee is inclusive of all transaction related charges such as brokerage, transaction cost etc. except applicable taxes.

***In case of NPS subscribers from the Government sector, the Central Recordkeeping Agency charges are paid by the respective Government/employer directly and units are not extinguished from their Permanent Retirement Account Number. The details of Central Recordkeeping Agency charges recovered through extinguishment of units from subscriber's accounts for non-government sector are disclosed in [Para D8](#).

Applicable Fees and Charges as on 31.03.2018

Intermediary	Fees / Charges	Private	Govt.*	NPS Lite/APY
Central Recordkeeping Agency	PRA Opening charges	NSDL: Rs. 40.00 Karvy : Rs 39.36	NSDL: Rs. 40.00 Karvy : Rs 39.36	NSDL: Rs. 15.00 Karvy : Rs. 15.00
	Annual PRA Maintenance cost per account	NSDL: Rs. 95.00 Karvy : Rs 57.63	NSDL: Rs. 95.00 Karvy : Rs 57.63	NSDL: Rs. 25.00 Karvy : Rs 14.40
	Charge per transaction	NSDL: Rs. 3.75 Karvy : Rs 3.36	NSDL: Rs. 3.75 Karvy : Rs 3.36	NIL
Point Presence of	Initial subscriber registration and contribution upload	Rs. 200**	NA	NA
	Any subsequent transactions	0.25% of contribution, Min. Rs 20 Max. Rs 25000	NA	NA
	Persistency Charge** > 6 months & Minimum contribution Rs. 1000 p.a	Rs. 50 per annum	NA	NA
	On eNPS platform	0.10% of contribution** Min. Rs 10 Max. Rs.10000	NA	NA
Trustee Bank		NIL		
Custodian	Asset Servicing charges	0.0032% p.a		
Pension Funds	Investment Management Fee	0.01% p.a	0.0102% p.a.	0.0102% p.a
NPS Trust	Reimbursement of expenses	0.01% pa.		

* In case of Government employees, CRA charges are being paid by the respective Governments.

** w.e.f. 15/11/2017

Applicable Fees and Charges as on 31.03.2017

Intermediary	Fees / Charges	Private	Govt.*	NPS Lite
Central Recordkeeping Agency	PRA Opening charges	NSDL: Rs. 50 Karvy** : Rs 39.36	Rs. 50	Rs. 35
	Annual PRA Maintenance cost per account	NSDL: Rs. 190 Karvy : Rs 57.63	Rs. 190	Rs. 40
	Charge per transaction	NSDL: Rs. 4 Karvy : Rs 3.36	Rs. 4	12 free
Point Presence of	Initial subscriber registration and contribution upload	Rs. 125	NA	NA
	Any subsequent transactions	0.25% of contribution, Min. Rs 20 Max. Rs 25000	NA	NA
	On eNPS platform	0.05% of contribution Min. Rs 5 Max. Rs.5000	NA	NA
Trustee Bank		NIL		
Custodian	Asset Servicing charges	0.0032% p.a		
Pension Funds	Investment Management Fee	0.01% p.a	0.0102% p.a.	0.0102% p.a

Intermediary	Fees / Charges	Private	Govt.*	NPS Life
NPS Trust	Reimbursement of expenses	0.01% pa.		

* In case of Government employees, CRA charges are being paid by the respective Governments.

** Karvy Computershare Pvt. Ltd has started operation wef 15th Feb, 2017.

D. Notes to Financial Statements

1. Compliance of Investment Guidelines

The Pension Funds have invested the contributions received from subscribers in the NPS/APY Schemes in compliance of the Authority's investment guidelines.

2. Details of Non-Performing Assets in Schemes as on 31st March 2018

(Refer to Para C3)

(Rupees in crores)

Name of the PFM: SBI PENSION FUNDS PRIVATE LIMITED					Total Face Value	
Sl	Scheme Name	Name of Security	Date of Purchase	NPA Since	As on 31.03.2018	As on 31.03.2017
1	Scheme CG	Deccan Chronicle Limited (CP)	22/03/2012	29/09/2012	10.00	10.00
2	Scheme SG	Deccan Chronicle Limited (CP)	22/03/2012	29/09/2012	10.00	10.00
3	Scheme CG	12.50 % Gujarat NRE Coke Ltd.	06/10/2010	30/09/2014	15.00	15.00
4	Scheme SG	12.50 % Gujarat NRE Coke Ltd.	06/10/2010	30/09/2014	5.00	5.00
5	Scheme CG	10.20 % Parekh Aluminex Limited	02/12/2010	01/06/2013	4.70	4.70
6	Scheme C	10.20 % Parekh Aluminex Limited	02/12/2010	01/06/2013	0.20	0.20
7	Scheme CII	10.20 % Parekh Aluminex Limited	02/12/2010	01/06/2013	0.10	0.10
Total					45.00	45.00

Name of the PFM: LIC Pension Fund					Total Face Value	
Sl	Scheme Name	Name of Security	Date of purchase	NPA Since	As on 31.03.2018	As on 31.03.2017
1	CG Scheme	11.15% Era Infra Engineering Limited NCD 2014 (27.11.2014)	27/02/2010 30/03/2010 31/03/2010	27/5/2014	19.20	19.20
2	CG Scheme	9.75% Parekh Aluminex Ltd. NCD 2014 (01.03.2014).	1/9/2010	31/5/2013	1.00	1.00
3	CG Scheme	9.75% Parekh Aluminex Ltd. NCD 2014 (01.09.2014).	1/9/2010	31/5/2013	1.00	1.00
4	CG Scheme	9.75% Parekh Aluminex Ltd. NCD 2015 (01.03.2015).	1/9/2010	31/5/2013	1.50	1.50
5	CG Scheme	9.75% Parekh Aluminex Ltd. NCD 2015 (01.09.2015).	1/9/2010	31/5/2013	1.50	1.50
6	CG Scheme	10.20% Parekh Aluminex Ltd. Strpps 2013 (01.12.2013).	1/12/2010	31/5/2013	1.50	1.50
7	CG Scheme	10.20% Parekh Aluminex Ltd - Strpps 2014 (01.12.2014).	1/12/2010	31/5/2013	1.50	1.50
8	CG Scheme	10.20% Parekh Aluminex Ltd. - Strpps 2015 (01.12.2015).	1/12/2010	31/5/2013	2.00	2.00
9	CG Scheme	10.75% Elder Pharmaceuticals Ltd NCD 2015 (23.12.2015)	1/2/2011	24/9/2013	4.58	4.58
10	CG Scheme	10.25% Amtek Auto Ltd. NCD 2015 (20.09.2015)	1/10/2010	20/12/2015	7.00	7.00

Name of the PFM: LIC Pension Fund					Total Face Value	
Sl	Scheme Name	Name of Security	Date of purchase	NPA Since	As on 31.03.2018	As on 31.03.2017
11	CG Scheme	11.50% Sec Alok Industries Ltd. NCD 2016 (29.06.2016)	14.12.2010 16.12.2010 06.01.2011 26.04.2011	01/04/2016	17.90	17.90
12.	CG Scheme	11.25%SEC ESSAR POWER NCDs 2018 (31.03.2018)	09/12/2011	30/06/2017	3.36	-
13.	CG scheme	10.40%SEC Bhushan Steel Limited (26.11.2020)	26/02/2016	26/10/2017	6.03	-
14	SG Scheme	11.15% Era Infra Engineering Limited NCD 2014 (27.11.2014)	27/02/2010 30/03/2010	27/5/2014	1.00	1.00
15	SG scheme	9.75% Parekh Aluminex Ltd. NCD 2014 (01.03.2014).	1/9/2010	31/5/2013	1.00	1.00
16	SG scheme	9.75% Parekh Aluminex Ltd. NCD 2014 (01.09.2014).	1/9/2010	31/5/2013	1.00	1.00
17	SG scheme	9.75% Parekh Aluminex Ltd. NCD 2015 (01.03.2015).	1/9/2010	31/5/2013	1.50	1.50
18	SG scheme	9.75% Parekh Aluminex Ltd. NCD 2015 (01.09.2015).	1/9/2010	31/5/2013	1.50	1.50
19	SG scheme	10.20% Parekh Aluminex Ltd. Strpps 2013 (01.12.2013).	1/12/2010	31/5/2013	0.60	0.60
20	SG scheme	10.20% Parekh Aluminex Ltd - Strpps 2014 (01.12.2014).	1/12/2010	31/5/2013	0.60	0.60
21	SG scheme	10.20% Parekh Aluminex Ltd. - Strpps 2015 (01.12.2015).	1/12/2010	31/5/2013	0.80	0.80
22	SG Scheme	10.75% Elder Pharmaceuticals Ltd Ncds 2015 (23.12.2015)	1/2/2011	24/9/2013	4.58	4.58
23	SG Scheme	10.25% Amtek Auto Ltd. NCD 2015 (20.09.2015)	1/10/2010	20/12/2015	3.00	3.00
24	SG Scheme	11.50% Sec Alok Industries Ltd. NCD 2016 (29.06.2016)	15.12.2010 26.04.2011	01/04/2016	7.10	7.10
25	SG Scheme	11.25%SEC ESSAR POWER NCDs 2018 (31.03.2018)	09/12/2011	30/06/2017	0.84	-
26	SG Scheme	10.40%SEC Bhushan Steel Limited (26.11.2020)	26/02/2016	26/10/2017	4.30	-
Total					95.90	81.36

Legal action has already been initiated against the issuer/companies for recovery of the outstanding dues in the respective schemes.

3. Unitization of Pool Account

The contributions which had been transferred by the Government Nodal Offices without proper details of subscribers till 30th April 2012 has been invested by the Pension Funds but units have not been allotted to individual subscribers account due to non-availability of subscriber's data for proper identification of the contributions by Central Recordkeeping Agency. The amount of contributions lying in the 'pool account' is as follows:-

Financial Year	Units	Contribution Value (Rs.)
As on 31st March 2018	1,53,71,896.71	17,71,07,702.65
As on 31st March 2017	1,62,75,279.82	18,82,56,490.65

The Board of NPS Trustees have initiated measures to nullify the said 'pool account' and allocate the units to the individual subscribers by adopting a process of reconciliation to identify the funds with subscribers through co-ordination of information between the Trustee Bank (Axis Bank) (erstwhile Bank of India), Central Recordkeeping Agency and Nodal Offices.

4. Residual Units

The term "residual units" means units lying with the Central Recordkeeping Agency which have not been allotted to any subscriber due to the differences that arise due to rounding off units to four decimal places while allocating units to the individual subscriber accounts. The balance of residual units and their value in respect of Schemes managed by the eight Pension Funds was

Financial Year	Units	Value
As on 31st March 2018	73,967.5398	1564619.20
As on 31st March 2017	53,003.0617	1105760.19

5. Details of balances lying with Trustee Bank:

(Refer to Para B3& C4)

PFs Name	Amt. (in crores)	
	As on 31.03.2018	As on 31.03.2017
HDFC Pension Management Company Limited	53.01	0.81
ICICI Prudential Pension Funds Management Company Limited	22.38	1.94
Kotak Mahindra Pension Fund Limited	7.37	0.51
LIC Pension Fund Limited	226.54	14.45
Reliance Capital Pension Fund Limited	1.66	0.23
SBI Pension Funds Private Limited	398.08	17.83
UTI Retirement Solutions Limited	217.01	14.43
Aditya Birla Sun Life Pension Management Limited	1.62	-
Grand Total	927.67	50.20

6. Details of balances with Point of Presence:

(Refer to Para B4& C4)

SI	Name of Point of Presence	Amt. in Rupees	
		As on 31.03.2018	As on 31.03.2017
1	Abhipra Capital Ltd	582,022.22	52,000.00
2	Alankit Assignments Limited	5,909,076.83	11,049,543.00
3	Allahabad Bank	489,248.34	384,538.35
4	Andhra Bank	14,676,779.04	389,342.44
5	Asit C. Mehta Investment Intermediates Ltd.	677,000.00	-
6	Assam Electricity Grid Corporation Ltd.	30,747.00	658,685.00
7	Assam Power Distribution Company Ltd.	72,071.11	957,074.00

SI	Name of Point of Presence	As on 31.03.2018	As on 31.03.2017
8	Assam Power Generation Corpotaion Ltd.	432.00	245,830.00
9	AU Small Finance bank Limited	-	-
10	Axis Bank Ltd.	7,136,825.74	7,129,018.34
11	Bajaj Capital Ltd.	152,556.70	101,000.00
12	Bank Of Baroda	17,113,679.49	22,974,755.05
13	Bank of India	-	-
14	Bank of Maharashtra	-	2,265,561.00
15	Canara Bank	2,386,380.44	6,551,532.18
16	Central Bank of India	694,022.37	1,253,318.52
17	Chattisgarh State power Transmission Company Ltd	-	-
18	Computer Age Management Services Pvt. Ltd.	7,489,297.68	6,750,367.00
19	Corporation Bank	264,008.04	1,023,209.46
20	CSC E-Governance Services India Ltd.	1,571.00	-
21	Dayco Securities Pvt. Ltd.	60,516.00	109,990.00
22	DBFS Securities Ltd.	145,697.50	64,657.00
23	Dena Bank	-	483,838.75
24	Elite Wealth Advisors Limited	50,150.00	-
25	Eureka Stock And Share Broking Services Ltd.	231,028.07	792,000.00
26	Gujarat Infotech Ltd.	17,768.20	-
27	HDFC Bank Ltd.	10,929,109.94	-
28	HDFC Securities Ltd.	30,339,355.63	41,640,463.57
29	ICICI Bank Ltd.	13,661,520.40	7,657,925.97
30	ICICI Securities Ltd	2,945,072.00	5,340,736.95
31	IDBI Bank Ltd.	4,073,019.20	-
32	IIFL Securities Ltd. (Formerly India Infoline Ltd.)	-	-
33	IL&FS Securities Services Ltd.	578,894.92	658,989.00
34	India Infoline Finance Ltd.	119,380.23	1,500.00
35	India Post NPS Nodal Office	-	1,328,891.00
36	Indian Overseas Bank	1,829,255.88	50,000.00
37	IndusInd Bank Ltd.	-	460,692.48
38	Institute for Studies in Industrial Development	-	-
39	Indian Bank	-	-
40	Integrated Enterprises (India) Ltd	124,588.45	96,683.75
41	Karnataka Bank Ltd.	285,366.71	-
42	Karvy Stock Broking Ltd.	347,928.00	1,000.00
43	Karvy Financial Services Private Ltd - Deregistered	-	-
44	Kotak Mahindra Bank Ltd	3,845,733.58	5,114,369.50
45	Konkan Railway Corporation Ltd.	-	-

SI	Name of Point of Presence	As on 31.03.2018	As on 31.03.2017
46	LICHFL Financial Services Ltd	114,918.79	-
47	Marwadi Shares & Finance Ltd.	1,637,656.00	1,395,527.42
48	Muthoot Finance Ltd	9,619.55	7,933.00
49	Muthoot Fincorp Ltd.	-	-
50	NJ India Invest Pvt. Ltd	176,802.87	-
51	Narnolia Securities Ltd.	151,176.44	100,000.00
52	Oriental Bank of Commerce	17,534,535.32	49,856.00
53	Ortem Securities Ltd.	19,358.99	-
54	Prudent Corporate Advisory Services Ltd.	509,138.85	-
55	Punjab & Sind Bank	26,086,292.06	7,421,293.02
56	Punjab National Bank	51,935.10	129,611.77
57	Paytm Payment Bank	-	-
58	Reliance Capital Ltd.	3,474,849.19	9,740,920.44
59	Religare Securities Ltd.	6,976,192.64	1,989,777.32
60	RBL Bank Ltd	-	-
61	SMC Global Securities Ltd	699,393.93	-
62	State Bank of Bikaner & Jaipur – Merged with SBI	-	3,156,297.00
63	State Bank of Hyderabad – Merged with SBI	-	4,975,739.90
64	State Bank of India	14,570,560.00	12,664,905.00
65	State Bank of Mysore – Merged with SBI	-	585,420.00
66	State Bank Of Patiala – Merged with SBI	-	50,000.00
67	State Bank of Travancore – Merged with SBI	-	6,499,057.00
68	SBI Cap Securities Ltd.	751,612.94	-
69	Steel City Securities Ltd.	92,069.63	11,000.00
70	The KarurVysya Bank Ltd	107,320.10	29,680,388.00
71	The Lakshmi Vilas Bank Ltd.	5,857.52	6,046.00
72	The South Indian Bank	49,852.50	2,380,475.87
73	Union Bank of India	6,229,240.8	11,993,117.50
74	United Bank of India	478,100.00	675,000.00
75	Stock Holding Corporation of India Ltd	-	-
76	Syndicate Bank	-	-
77	Tamilnad Mercantile Bank Ltd	-	-
78	The Federal Bank Ltd	-	-
79	UCO Bank	10,701.67	-
80	UTI Asset management Company Ltd	18,286,219.57	13,957,818.00
81	Ventura Securities Ltd	-	216,546.00
82	Vijaya Bank	-	50,000.00
83	Way2Wealth Brokers Pvt. Ltd.	1,640,479.71	1,700,214.00

SI	Name of Point of Presence	As on 31.03.2018	As on 31.03.2017
84	Yes Bank Ltd.	49,852.50	-
85	Zen Securities Limited	53,163.29	20,806.00
	Total	227,027,002.67	235,045,261.55

7. Details of balances with Aggregator:

(Refer Para B4& C4)

Sl.	Name of Aggregator	Amt. in Rupees	
		As on 31.03.2018	As on 31.03.2017
1	Abhipra Capital Limited	55,066.74	42,300.00
2	Adhikar Micro Finance Pvt Ltd	7,75,144.36	8,08,539.00
3	Alankit Assignments Limited	2,42,236.44	27,69,940.00
4	Allahabad Bank	1,37,778	2,22,579.00
5	Allahabad UP Gramin Bank	0	2,000.00
6	Andhra Bank	1,46,76,779.04	1,14,727.00
7	AP Board	0	-
8	Assam Gramin Vikash Bank	0	-
9	Banaskantha Dist. Co-op Milk Producers Union Limited	29,06,485.96	2,95,543.11
10	Bank of Baroda	17,63,028.00	58,12,310.59
11	Bank of India	0	2,000.00
12	Bank of Maharashtra	0	2,28,918.00
13	Baroda Rajasthan Kshetriya Gramin Bank Alwar	0	12,200.00
14	Building & other Construction Workers Welfare Board Rajasthan	0	-
15	BWDA Finance Limited	0	2,68,000.00
16	Canara Bank	16,93,043	36,91,900.00
17	Cashpor Micro Credit	14,290	53,461.00
18	Centre for Development Orientation and Training	7,779	15,856.00
19	CSC e-Governance Services India Limited	1,067.31	24,33,290.00
20	Department of Women and Child Development	12,75,29,786	31,64,97,684.00
21	Esaf Microfinance & Investments (P) Ltd	0	2,37,400.00
22	Grameen Koota Financial Services Pvt Ltd	1,65,050.05	12,84,000.00
23	Gujarat Infotech Limited	37,769.72	4,74,400.00
24	IDBI Bank Ltd	40,84,019.20	7,000.00
25	IFMR Holdings Private Limited	2,85,475.20	22,17,653.00
26	IL&FS Securities Services Ltd	91,735.73	99,935.73
27	India Infoline Finance Limited	7,60,743.51	-
28	Indian Bank	90700	90,700.00
29	Indian Overseas Bank	88,140	1,44,635.00
30	Indur Intideepm Producers MACS Federation Ltd	2,94,149.51	9,39,000.00

Sl.	Name of Aggregator	As on 31.03.2018	As on 31.03.2017
31	Jagaran Microfin Private Limited	0	-
32	Janalakshmi Financial Services Private Limited	34,560	1,700.00
33	Karnataka State Un-organized Workers Social Security Board	30,40,628.5	19,05,629.00
34	LIC Housing Finance Ltd	41,62,382.78	4,37,25,142.70
35	LIC of India	1,60,000	81,500.00
36	Margdarshak Financial Services Limited	328900.00	5,88,500.00
37	Oriental Bank of Commerce	0	75,800.00
38	Punjab National Bank	65,400	2,03,250.00
39	Samhita Community Development Services	69,153.24	2,47,100.00
40	Saptagiri Grameena Bank	0	-
41	Saptrishi Consultancy Services Ltd	5,15,089.00	5,15,089.00
42	Sarva Haryana Gramin Bank	1,23,400	50,300.00
43	Shree Kshethra Dharmasthala Rural Development Project	80,191	2,58,97,400.00
44	Shri Mahila Sewa Sahakari Bank Limited	8,61,900	5,92,000.00
45	The South Indian Bank	0	4,43,197.00
46	State Bank of Hyderabad	0	6,36,408.00
47	State Bank of India	3,000	12,455.00
48	State Bank of Patiala	0	-
49	Swayamshree Micro Credit Services	0	1,70,100.00
50	Syndicate Bank	0	4,600.00
51	UCO Bank	0	33,507.57
52	Union Bank of India	0	-
53	United Bank of India	13,09,100.00	22,42,600.00
54	UTI Infrastructure Technology & Services Limited	26,78,141.810	27,93,031.41
55	Vijaya Bank	35,700	97,400.00
	Total	16,91,67,813.25	41,90,82,681.11

8. Scheme wise redemptions due to collection of charges by Central Recordkeeping Agency from non-government subscribers.

(Refer Para B5 & C5)

Sl	Scheme	31 March 2018	31 March 2017
1	CG	158,238.67	95,729.00
2	SG	646,681.66	103,346.00
3	Corp. CG	36,866,401.97	44,710,394.00
4	NPS Lite	113,944,142.90	162,290,230.00
5	APY	241,572,110.40	170,949,284.00
6	E Tier I	41,999,050.40	36,157,482.40
7	E Tier II	521,420.44	315,995.40

SI	Scheme	31 March 2018	31 March 2017
8	C Tier I	24,565,556.45	23,269,470.72
9	C Tier II	284,811.77	204,289.63
10	G Tier I	33,874,175.63	29,719,332.77
11	G Tier II	353,108.55	237,399.71
12	A Tier I	83,294.73	15,005.67
13	A Tier II	217.96	350.84
Total		494869211.58	468,068,310.14

For Mukund M Chitale & Co.
Chartered Accountants
Firm Reg. No. 106655W

For and on Behalf of National Pension System Trust

SD/-
S. M. Chitale
Partner
M. No. 111383

SD/-
Ashvin Parekh
(Chairman, NPS Trust Board)

SD/-
Munish Malik
(Chief Executive Officer)

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

Place: Mumbai
Date: 28/6/2018

N P S

नेशनल पेंशन सिस्टम ट्रस्ट

(एन पी एस ट्रस्ट)

के

सेटलोर

Settlers of National Pension System Trust



पेंशन निधि विनियामक और विकास प्राधिकरण

Pension Fund Regulatory & Development Authority

नेशनल पेंशन सिस्टम ट्रस्ट (एन पी एस ट्रस्ट)
की

वार्षिक रिपोर्ट व खाते

National Pension System Trust (NPS Trust)

Annual Report & Accounts (2017-18)