

CHANDABHOY & JASSOOBHOY

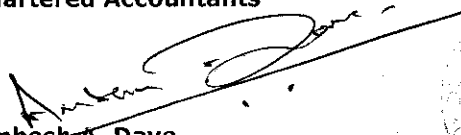
CHARTERED ACCOUNTANTS

AUDITOR'S REPORT

To,
The Board of UTI Retirement Solutions Limited
UTI Retirement Solutions Schemes

1. We have audited the attached Balance Sheets of NPS Trust A/c UTI Retirement Solutions - Scheme I, SG Scheme I, Scheme E, Scheme C, Scheme G, Scheme E Tier II, Scheme C Tier II, Scheme G Tier II and Scheme NPS Lite (herein after called 'Schemes') as at March 31, 2011 and the Revenue Accounts for the year ended on that date, annexed thereto. These financial statements are the responsibility of the management of the NPS Trust A/c UTI Retirement Solutions and UTI Retirement Solutions Limited. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We have obtained all information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
4. The Balance Sheets and the Revenue Accounts dealt with by this report are in agreement with the books of account of the Schemes and have been prepared in accordance with the accounting policies as specified in the Notes to Financial Statements.
5. In our opinion, and to the best of our information and according to the explanations given to us, the said accounts read together with the notes mentioned in Schedule 'G' give a true and fair view :
 - (i) in case of the Balance Sheets, of the state of affairs of the Schemes as at March 31, 2011; and
 - (ii) in case of the Revenue Accounts, of the surplus of the Schemes for the year ended on that date.

For **Chandabhoy & Jassoobhoy**
Chartered Accountants


Ambesh A. Dave
Partner
Membership no. : 49289
Firm Registration No.: 101647W



Mumbai:

Date: 01.07.2011

NPS Trust - A/c UTI Retirement Solutions
BALANCE SHEETS AS AT 31ST MARCH, 2011

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
LIABILITIES										
CAPITAL.....'A'	18,705,507,874	12,979,171,427	3,447,775,795	544,698,927	18,280,991	2,691,448	15,873,394	2,262,845	21,461,654	2,928,560
RESERVES AND SURPLUS.....'B'	6,319,191,336	3,032,194,240	618,758,273	32,326,165	6,692,521	690,252	2,755,925	90,831	3,126,350	51,593
CURRENT LIABILITIES.....'C'	186,117	502,050	12,395	14,456	115,943	19,857	97,600	12,203	66,734	13,684
TOTAL LIABILITIES	25,024,895,327	16,011,857,716	4,068,546,453	577,039,548	25,099,424	3,371,557	18,726,919	2,365,979	24,674,737	2,893,857
ASSETS										
INVESTMENTS.....'D'	24,057,494,205	15,188,220,817	3,980,127,270	557,986,976	25,014,931	3,361,802	17,431,806	2,356,632	24,234,238	2,854,160
DEPOSITS.....'E'	300,000,000	465,433,000	-	10,125,000	-	-	-	-	-	-
CURRENT ASSETS.....'F'	667,391,122	368,203,899	86,419,183	8,927,572	44,494	9,755	695,113	9,947	440,500	35,697
TOTAL ASSETS	25,024,895,327	16,011,857,716	4,068,546,453	577,039,548	25,099,424	3,371,557	18,726,919	2,365,979	24,674,737	2,893,857

NOTES TO THE FINANCIAL STATEMENTS (INCLUDING SIGNIFICANT ACCOUNTING POLICIES).....'G'

Notes to the financial statement referred to above forms an integral part of the Accounts

As per our attached report of even date

For and on behalf of

Chandishoy & Jassochhoy

Chartered Accountants

Ambeeh Dave

Partner



For
NPS Trust - A/c UTI Retirement Solutions

(Signature)
Balram Pandey
Senior Executive Officer & Whole Time Director

S. Venkataran
Director

Mumbai
Dated:

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NPS Trust - A/c UTI Retirement Solutions
 REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
INCOME										
DIVIDEND	14,356,094	4,861,860	1,256,380	20,170	-	-	-	-	-	-
INTEREST	1,415,730,991	825,853,397	149,158,947	13,059,386	-	-	789,871	603	918,607	56,487
PROFIT ON SALE/REDEMPTION OF INVESTMENTS	104,966,238	100,520,896	16,786,305	3,648,100	4,229	417	79,977	14,395	59,980	6,226
TOTAL	1,535,073,323	831,236,173	187,203,632	16,727,656	4,229	417	869,848	14,998	978,587	62,713

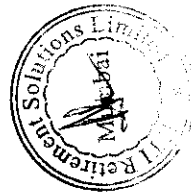


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NPS Trust - A/c UTI Retirement Solutions
 REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011 (Contd.)

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
EXPENSES & LOSSES										
MANAGEMENT FEES	204,538	118,126	21,806	2,603	133	10	99	8	125	9
CUSTODIAL BANK & OTHER CHARGES	1,434,541	925,005	126,872	16,284	2,317	285	2,170	205	3,016	577
SUB TOTAL (A)	1,639,080	1,043,131	148,677	18,887	2,450	295	2,269	213	3,141	586
ADD: LOSS ON SALE/REDEMPTION OF INVESTMENTS	-	41,069,974	67,400	-	1	1	-	-	-	-
SUB TOTAL (B)	-	41,069,974	67,400	-	1	1	-	-	-	-
TOTAL (A)+(B)	1,639,080	42,113,105	216,077	18,887	2,451	296	2,269	213	3,141	586
EXCESS OF INCOME OVER EXPENDITURE	1,534,434,243	889,123,068	166,887,555	16,708,759	1,778	122	866,579	14,785	975,457	62,127
TOTAL	1,535,073,323	931,236,173	167,203,632	16,727,656	4,229	417	868,848	14,998	978,597	62,713



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NPS Trust - A/c UTI Retirement Solutions

REVENUE APPROPRIATION ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
REVENUE APPROPRIATION ACCOUNT										
EXCESS OF INCOME OVER EXPENDITURE	1,533,434,243	885,123,068	166,887,555	16,708,759	1,778	122	866,579	14,785	975,457	62,127
TOTAL	1,533,434,243	885,123,068	166,887,555	16,708,759	1,778	122	866,579	14,785	975,457	62,127
BALANCE TRANSFERRED TO GENERAL RESERVE	1,533,434,243	885,123,068	166,887,555	16,708,759	1,778	122	866,579	14,785	975,457	62,127
TOTAL	1,533,434,243	885,123,068	166,887,555	16,708,759	1,778	122	866,579	14,785	975,457	62,127

NOTES TO THE FINANCIAL STATEMENTS (INCLUDING SIGNIFICANT ACCOUNTING POLICIES).....G'

Notes to the financial statement referred to above forms an integral part of the Accounts

As per our attached report of even date
 For and on behalf of
 Charalshay & Jassachobhy
 Chartered Accountants

(Signature)
 Ambesh Dave
 Partner



For
 NPS Trust - A/c UTI Retirement Solutions

(Signature)
 Balraj Bhagat
 Chief Executive Officer & Whole Time Director

(Signature)
 S. Venkatarman
 Director

Mumbai
 Dated : 31/03/2011

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NPS Trust - A/c UTI Retirement Solutions

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31ST MARCH, 2011

	Scheme I		SG Schemes I		Scheme E		Scheme C		Scheme G	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'A'										
CAPITAL										
UNIT CAPITAL	18,705,507,874	12,979,171,427	544,096,927	544,096,927	18,280,961	2,661,448	15,873,394	2,262,845	21,461,654	2,828,590
TOTAL	18,705,507,874	12,979,171,427	544,096,927	544,096,927	18,280,961	2,661,448	15,873,394	2,262,845	21,461,654	2,828,590
SCHEDULE 'B'										
RESERVES AND SURPLUS										
UNIT PREMIUM RESERVE	1,210,847,058	202,725,645	12,880,388	12,880,388	474,608	-	45,021	-	6,879	-
BALANCE AS PER THE LAST BALANCE SHEET	1,654,991,984	1,008,121,414	365,704,637	365,704,637	478,628,833	474,608	1,248,480	45,021	1,720,220	6,879
ADD: PREMIUM / DISCOUNT ON UNITS	2,875,839,044	1,210,847,059	378,585,025	378,585,025	5,263,891	474,608	1,283,501	45,021	1,727,099	6,879
TOTAL (A)	21,581,346,918	14,189,018,486	922,681,952	922,681,952	23,544,852	3,136,056	17,156,895	2,707,866	23,188,753	2,835,469
GENERAL RESERVE										
BALANCE AS PER LAST BALANCE SHEET	1,491,387,679	602,274,611	16,708,759	16,708,759	121	-	14,785	-	62,127	-
ADD: TRANSFERRED FROM REVENUE ACCOUNT	1,533,434,243	888,123,068	166,987,655	16,706,759	1,778	121	866,579	14,785	975,457	62,127
TOTAL (B)	3,024,821,922	1,491,397,679	183,696,414	33,415,518	1,899	121	881,364	14,785	1,037,583	62,127
UNREALISED APPRECIATION ACCOUNT										
BALANCE AS PER LAST BALANCE SHEET	418,520,370	329,939,502	56,476,935	2,737,018	1,396,731	215,523	(18,941)	31,125	361,668	(17,413)
ADD: UNREALISED APPRECIATION	1,833,661,552	1,491,397,679	1,396,731	56,476,935	1,396,731	215,523	(18,941)	31,125	361,668	(17,413)
TOTAL (C)	2,252,181,922	1,821,337,181	1,453,208,166	2,793,753	2,793,462	431,046	16,978	62,250	723,336	(34,826)
TOTAL (A) + (B) + (C)	26,858,355,762	16,499,355,155	3,258,571,522	3,258,571,522	47,383,104	3,567,102	17,175,270	5,415,746	24,949,672	2,798,876

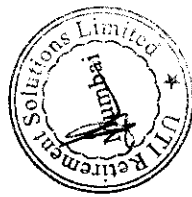


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NPS Trust - A/c UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 (Contd.)

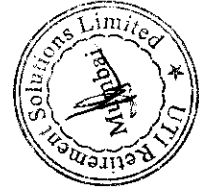
	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G		
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	
SCHEDULE 'C'											
CURRENT LIABILITIES											
SUNDRY CREDITORS	186,117	502,650	12,385	14,456	115,943	19,857	97,600	12,203	86,734	13,684	
TOTAL	186,117	502,650	12,385	14,456	115,943	19,857	97,600	12,203	86,734	13,684	



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NPS Trust - Ab-UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2010 (Contd.)

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'D'										
INVESTMENTS										
1) GOVERNMENT SECURITIES	10,610,671,583	7,135,176,449	1,835,972,096	245,657,931	-	-	-	-	23,825,292	2,064,719
2) DEBENTURES AND BONDS LISTED/AWAITING LISTING	9,032,746,351	5,200,277,884	1,548,681,302	218,229,550	-	-	17,104,942	1,081,792	-	-
3) EQUITY SHARES	1,809,583,195	690,626,680	294,717,253	11,022,604	-	-	-	-	-	-
4) MUTUAL FUND UNITS	1,865,031,327	2,162,140,004	248,634,369	83,076,890	25,014,301	3,361,802	326,864	1,274,840	408,946	769,441
5) CP / CD	738,451,750	-	48,922,250	-	-	-	-	-	-	-
TOTAL	24,057,494,205	15,188,220,817	3,880,127,270	557,885,976	25,014,931	3,361,802	17,431,806	2,356,632	24,234,238	2,834,160

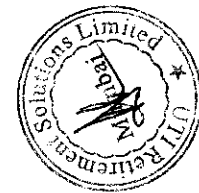


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NPS Trust – A/c UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 (Contd.)

	Scheme I		SG Scheme I		Scheme E		Scheme C		Scheme G	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'E'										
DEPOSITS										
DEPOSITS WITH SCHEDULED BANKS	300,000,000	465,433,000		10,125,000						
DEPOSITS WITH OTHER INSTITUTIONS										
TOTAL	300,000,000	465,433,000		10,125,000						
SCHEDULE 'F'										
CURRENT ASSETS										
BALANCES WITH SCHEDULED BANKS IN CURRENT ACCOUNTS	10,344,439	802,630	8,593,897	22,741	44,494	9,755	54,197	8,744	32,645	8,682
SUNDRY DEBTORS	81,889	60,100	11						(1)	
OUTSTANDING AND ACCRUED INCOME	655,864,814	357,341,189	77,825,276	8,904,831			640,817	603	407,856	31,075
TOTAL	657,391,122	358,203,899	86,419,183	8,927,572	44,494	9,755	695,113	9,347	440,500	39,697



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NPS Trust - A/c UTI Retirement Solutions
BALANCE SHEETS AS AT 31ST MARCH, 2011

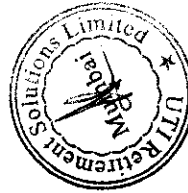
	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
LIABILITIES								
CAPITAL.....'A'	4,805,526	310,270	3,380,773	194,703	3,112,711	214,634	9,418,640	-
RESERVES AND SURPLUS.....'B'	503,932	922	287,938	1,537	538,081	1,587	664,230	-
CURRENT LIABILITIES.....'C'	18,411	362	134,393	222	17,763	175	6	-
TOTAL LIABILITIES	5,327,869	311,554	3,803,105	196,462	3,668,575	216,395	10,082,877	-
ASSETS								
INVESTMENTS.....'D'	5,306,331	300,846	3,704,907	177,226	3,598,112	213,666	9,961,753	-
DEPOSITS.....'E'	-	-	-	-	-	-	-	-
CURRENT ASSETS.....'F'	21,538	10,708	98,198	9,236	70,463	2,529	121,124	-
TOTAL ASSETS	5,327,869	311,554	3,803,105	186,462	3,668,575	216,395	10,082,877	-

NOTES TO THE FINANCIAL STATEMENTS (INCLUDING SIGNIFICANT ACCOUNTING POLICIES).....'G'

Notes to the financial statement referred to above forms an integral part of the Accounts

As per our attached report of even date
For and on behalf of
Chandabhai & Jassochhoy
Chartered Accountants

Ambeah Bava
Partner



For
NPS Trust - A/c UTI Retirement Solutions

Balram P. Bhargava
Chief Executive Officer & Whole Time Director

S. Venkataran
Director

Mumbai
Dated :

31.03.2011

NPS Trust - A/c UTI Retirement Solutions
 REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
INCOME								
DIVIDEND	-	-	-	-	-	-	-	-
INTEREST	0	-	74,864	-	98,645	-	16,089	-
PROFIT ON SALE/REDEMPTION OF INVESTMENTS	1,527	43	32,635	-	11,011	-	32,010	-
TOTAL	1,527	43	107,499	-	109,655	-	48,109	-



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NPS Trust - A/c UTI Retirement Solutions

REVENUE ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011 (Contd.)

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
EXPENSES & LOSSES								
MANAGEMENT FEES	20	0	14	-	14	0	6	-
CUSTODIAL, BANK & OTHER CHARGES	323	22	271	7	576	9	-	-
SUB TOTAL (A)	343	22	285	7	590	9	6	-
ADD/LOSS ON SALE/REDEMPTION OF INVESTMENTS	7	26	-	-	-	-	-	-
SUB TOTAL (B)	7	26	-	-	-	-	-	-
TOTAL (A)+(B)	350	48	285	7	590	9	6	-
EXCESS OF INCOME OVER EXPENDITURE	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-
TOTAL	1,527	43	107,499	-	109,556	-	48,109	-



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NPS Trust - A/c UTI Retirement Solutions
 REVENUE APPROPRIATION ACCOUNTS FOR THE PERIOD 1ST APRIL, 2010 TO 31ST MARCH, 2011

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR	CURRENT YEAR	PREVIOUS YEAR
REVENUE APPROPRIATION ACCOUNT								
EXCESS OF INCOME OVER EXPENDITURE	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-
TOTAL	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-
BALANCE TRANSFERRED TO GENERAL RESERVE	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-
TOTAL	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-

NOTES TO THE FINANCIAL STATEMENTS (INCLUDING SIGNIFICANT ACCOUNTING POLICIES).....G

Notes to the financial statement referred to above forms an integral part of the Accounts

As per our attached report of even date
 For and on behalf of
 Chandabhoj & Jassobhoj
 Chartered Accountants
 Anubh Dave
 Partner



For
 NPS Trust - A/c UTI Retirement Solutions
 Balraj Chagat
 Chief Executive Officer & Whole Time Director

S. Venkatraman
 Director

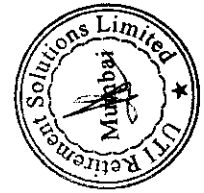
Mumbai
 Dated: 31/03/2011

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NPS Trust – A/c UTI Retirement Solutions

SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'A'								
CAPITAL								
UNIT CAPITAL	4,805,526	310,270	3,380,773	184,703	3,112,711	214,834	9,418,640	-
TOTAL	4,805,526	310,270	3,380,773	184,703	3,112,711	214,834	9,418,640	-
SCHEDULE 'B'								
RESERVES AND SURPLUS								
UNIT PREMIUM RESERVE	(6,825)	-	896	-	868	-	-	-
BALANCE AS PER THE LAST BALANCE SHEET	406,567	(8,625)	186,804	896	359,222	868	376,052	-
ADD: PREMIUM / DISCOUNT ON UNITS	397,742	(6,825)	187,701	896	360,190	868	376,052	-
TOTAL (A)	(5)	(5)	(7)	(7)	(9)	(9)	48,102	-
GENERAL RESERVE								
BALANCE AS PER LAST BALANCE SHEET	1,177	(5)	107,214	(7)	109,065	(9)	48,102	-
ADD: TRANSFERRED FROM REVENUE ACCOUNT	1,172	(5)	107,207	(7)	109,057	(9)	48,102	-
TOTAL (B)	105,018	9,752	13,031	648	68,634	728	240,076	-
UNREALISED APPRECIATION ACCOUNT								
BALANCE AS PER LAST BALANCE SHEET	105,018	9,752	13,031	648	68,634	728	240,076	-
ADD: TRANSFERRED FROM REVENUE ACCOUNT	503,892	922	287,938	1,537	538,081	1,587	664,230	-
TOTAL (A) + (B) + (C)	503,892	922	287,938	1,537	538,081	1,587	664,230	-



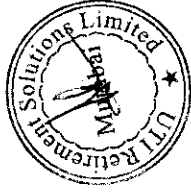
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NPS Trust - Ac- UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 (Contd.)

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Like	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'C'								
CURRENT LIABILITIES								
SUNDRY CREDITORS	18,411	362	134,393	222	17,783	175	6	-
TOTAL	18,411	362	134,393	222	17,783	175	6	6



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NPS Trust - Ac UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 (Contd.)

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Life	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'D'								
INVESTMENTS								
1) GOVERNMENT SECURITIES	-	-	-	-	3,447,790	-	3,348,816	-
2) DEBENTURES AND BONDS LISTED/AWAITING LISTING	-	-	3,011,617	-	-	-	4,125,840	-
3) EQUITY SHARES	-	-	-	-	-	-	-	-
4) MUTUAL FUND UNITS	5,306,331	300,846	693,290	177,226	150,322	213,866	2,487,497	-
5) CP / CD	-	-	-	-	-	-	-	-
TOTAL	5,306,331	300,846	3,704,907	177,226	3,598,112	213,866	9,961,753	-



NPS Trust - Ag UTI Retirement Solutions
 SCHEDULES ANNEXED TO AND FORMING PART OF THE ACCOUNTS FOR THE PERIOD ENDED 31ST MARCH, 2011 (Contd.)

	Scheme E TIER II		Scheme C TIER II		Scheme G TIER II		Scheme NPS Lite	
	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010	31.03.2011	31.03.2010
SCHEDULE 'E'								
DEPOSITS								
DEPOSITS WITH SCHEDULED BANKS	-	-	-	-	-	-	-	-
DEPOSITS WITH OTHER INSTITUTIONS	-	-	-	-	-	-	-	-
TOTAL								
SCHEDULE 'F'								
CURRENT ASSETS								
BALANCES WITH SCHEDULED BANKS IN CURRENT ACCOUNTS	21537.75	10,708	15,226	9,236	14,705	2,529	7,958	-
SUNDRY DEBTORS	-	-	-	-	(1)	-	-	-
OUTSTANDING AND ACCRUED INCOME	-	-	82,972	-	55,759	-	1,13,766	-
TOTAL	21,538	10,708	98,198	9,236	70,463	2,529	1,21,124	-



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SCHEDULE 'G'

NPS Trust – A/c UTI Retirement Solutions

Notes to the Financial Statements

I Background

UTI Retirement Solutions Ltd. (UTI RSL), a 100% subsidiary of UTI Asset Management Company Ltd. was incorporated on 14th December, 2007.

UTI RSL has been set up to carry out the operations as Pension Fund directed by the Board of Trustees of the New Pension System Trust set up under the Indian Trust Act, 1882, and to undertake asset management as prescribed by the Government or Pension Fund Regulatory and Development Authority (PFRDA).

UTI Retirement Solutions Ltd. (UTI RSL) is governed by PFRDA Guidelines and Regulations. In addition to the Regulatory / Statutory Guidelines, UTI RSL has evolved certain additional Prudential Investment Norms for effective management of Pension Funds. These norms aim at risk containment and will contribute significantly to the Risk Management Process. Accordingly, the said norms would greatly diminish the risk of over exposure to a particular company or to a particular sector, interalia adhering to PFRDA Guidelines on investment restrictions.

On 29th April, 2009 the Board of Trustees of New Pension System Trust, established by Pension Fund Regulatory and Development Authority (PFRDA) and UTI Retirement Solutions Limited has entered into an Investment Management Agreement for acting as Pension Fund Manager for the management of Pension Funds, applicable to other than Government employees (Central and State), under the New Pension System for managing 6 separate schemes (TIER I & TIER II) each investing in different assets class as under:



- 1) Asset Class E (Equity market Instruments) – Funds will be invested in index funds that replicate the portfolio of a particular index such as BSE Sensitive Index and NSE Nifty 50 Index.
- 2) Asset Class C (Credit risk bearing fixed income instruments) – This includes bonds issued by any entity other than Central and State Government. Funds will be invested in Liquid Mutual Fund Schemes, Credit rated debt securities (issued by Public Financial Institution, Public Sector Companies, Rated Municipal bodies/Infrastructure bonds and bonds of all firms (including PSU/PSE)
- 3) Asset Class G (Government Securities) – Funds will be invested in central government bonds and state government bonds.
- 4) Another scheme (NPS Lite) for unorganized sector has been launched in October, 2010. The investment pattern for this scheme is same as it is for Scheme CG and Scheme SG.

II Significant Accounting Policies

In the absence of specific guidelines for accounting policies for NPS Schemes, significant accounting policies, generally followed by Mutual Funds in accordance with the SEBI (Mutual Fund) Regulations, 1996 are adopted for its regular operations and preparation of financial statements for the year ended on March 31, 2011.

A. Basis of Accounting:

The Schemes maintain its books of accounts on accrual basis.

B. Investments:

- 1) Investments are accounted for on trade dates. The holding cost includes brokerage, service tax and other incidental costs such as Stamp fee, Securities Transaction Tax (STT), etc. but excluding brokerage paid for acquisition of securities.
- 2) Right entitlements are recognized as Investment on “ex-right” basis.



- 3) Bonus entitlements are recognized as Investment on “ex-bonus” basis.
- 4) Investments are stated at Marked to Market basis and are valued as under:

1. Equity and Equity related Securities:

(a) Traded Securities

A security is treated as ‘traded’ in the following circumstances:

- The security is traded on any stock exchange within a period of 30 days (including the date of valuation) and if:
 - the aggregate volume of trade during such period is more than 50,000; or
 - the trade value is greater than Rs. 5,00,000.

Investment in equity shares are comprised only of companies included in BSE-30 and Nifty-50 category.

These are valued at the closing prices on NSE or alternatively on BSE.

2. Debt Securities:

(a) Traded Securities:

Investments in debentures and bonds are valued at the closing market price as on the date of valuation and, in its absence, at the latest quote available during a period of fifteen days up to the valuation date, provided there is an individual trade in that security in a marketable lot (presently Rs. 5 Crore) on the Principal Stock Exchange or any other Stock Exchange.

(b) Non-traded / Thinly traded / Asset Backed Securities:

Investment in securities with residual maturity period of greater than 91 days are valued in ‘good faith’ as per



guidelines prescribed by the SEBI (Mutual Fund) Regulations, 1996.

Investment in securities with residual maturity of up to 91 days are valued at the difference between redemption value and cost plus accrued interest spread uniformly over the remaining days to maturity of the security. However, in case of debt securities with maturity greater than 91 days at the time of purchase, the last valuation price is used instead of purchase cost.

3. Government Securities:

Investment in Government securities are valued as on the valuation date at the average prices released by CRISIL & ICRA. The State Government Securities are valued at yield released by FIMMDA.

4. Money Market Instruments:

Traded Treasury Bills are valued at the yield at which they are traded. Other Money Market Instruments including non-traded treasury bills are valued at the difference between redemption value and cost plus accrued interest spread uniformly over the remaining days to maturity of the instrument.

5. Investments in Mutual Fund

As per the Schedule II under Investment option against clause numbers 1(i) and 1(ii) in Investment Management Agreement dated March 29, 2008 between the New Pension System Trust and UTI Retirement Solutions Limited, read with circular no. F.No. 5(88)/2006 dated 14th August, 2008 for management of pension funds under New Pension System (NPS), the funds of NPS can be invested in units of mutual funds, which have



been set up as dedicated funds for investment in Government Securities (Central and State) and are regulated by the Securities and Exchange Board of India, within the threshold limits specified in the said agreement/ Notification. Investments are made in the units of mutual funds at the applicable NAV on the date of investment.

As per the clause numbers 1(vi) in Schedule II of Investment Management Agreement dated March 29, 2008, investment can be made in Equity – Linked schemes of Mutual Funds regulated by the Securities and Exchange Board of India upto the threshold limits specified in clause 1(iv) of the IMA.

Investments are made in the units of mutual funds at the applicable NAV on the date of investment.

As per the schedule II of Investment Guidelines under Investment Management Agreement dated 29th April, 2009, investment can be made in Index Fund Schemes and Liquid funds of Mutual Funds governed by SEBI for New Pension Scheme with Asset Class 'E' and 'C' respectively, subject to investment restrictions mentioned in the above mentioned agreement.

- C. Appreciation / Depreciation, as the case may be, in the value of the securities at the year end have been computed for the Scheme, whereby the aggregate market value of all investments taken together is compared with the aggregate cost of acquisition. If such net balance results in a net depreciation, the same is charged to revenue account, else the net appreciation is credited to 'Unrealized appreciation' account in the balance sheet.

D. Income Recognition:

- (a) Dividend income is accrued on the "ex-dividend" date.



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- (b) Interest on debentures, asset-backed securities and other fixed income investments are recognised as income on accrual basis.
- (c) Profit or loss on sale of investments is recognised on the trade dates on the basis of weighted average cost.
- (d) Income on Non performing Assets is recognized on cash basis.

E. Unit Capital & Unit Premium Reserve :

Unit Capital and Unit Premium represents the fund received from Trustee Bank (Bank of India). Investor wise details such as date and amount of subscription are maintained at Central Recordkeeping Agency (CRA-NSDL).

Units are allotted by 'NPS Trust A/c UTI Retirement Solutions Schemes' at previous day's NAV; whereas, units at CRA (NSDL) is allotted at face value of **Rs. 10 per unit**.

F. Expenses:

Expenses are accounted on accrual basis.

III) Notes to Accounts

As per the Investment Management Agreements dated March 29, 2008 and April 29, 2009 entered into between New Pension System Trust and UTI Retirement Solutions Limited the appointment of Pension Funds (PFs) valid until the PFRDA Bill is passed by the Parliament. While the appointment is valid for 3 years, the obligation on the part of the PFRDA to distribute the corpus among the PFs appointed will cease once the PFRDA Bill is passed by the Parliament

1) Investment Management Fees:

The Schemes pays fees for investment management, in accordance with the Investment Management Agreement dated March 29, 2009 between New Pension System Trust and UTI Retirement Solutions Limited, on average monthly Assets Under Management (inclusive of



all transaction related charges such as brokerage, transaction cost etc. but other than all applicable taxes) at the rate of 0.09 basis points per annum [ie.0.0009% p.a], excluding;

1. Net assets value of the UTI Retirement Solutions Limited investments in the said Scheme;

Accordingly, during the year, the Schemes have paid / provided for investment management fees (net off service tax) amounting to Rs. 2,04,370.63/- to UTI Retirement Solutions Limited, for managing the NPS Scheme. The figure does not includes Service Tax, as it includes the figure of Service tax charged on quarter ended on March 2010 and does not include Service tax charged quarter ended on March 2011.

Scheme wise details for Management Fees paid are as under:

<u>Name of Schemes</u>	<u>Management Fees</u>
Scheme I	1,84,054.00
SG Scheme I	19,940.96
Scheme E	121.27
Scheme C	90.14
Scheme G	114.14
Scheme E TIER II	18.17
Scheme C TIER II	13.03
Scheme G TIER II	12.96
Scheme NPS Lite	5.96
Total	2,04,370.63

2) Net Assets Value:

Net Assets Value of the Schemes as on 31st March 2011 are as follows:

<u>Name of Schemes</u>	<u>NAV</u>
Scheme I	13.3787
SG Scheme I	11.7949
Scheme E	13.6445



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Scheme C	11.3583
Scheme G	11.4572
Scheme E TIER II	11.0487
Scheme C TIER II	10.8517
Scheme G TIER II	11.7296
Scheme NPS Lite	10.7052

3) Unit Capital & Unit Premium Reserve.

The units allotted are based on the amount received towards corpus from NPS Trust, is subject to confirmation.

Unit Capital and Unit Premium Reserve is subject to reconciliation.

4) Custodian

During the year, Stock Holding Corporation of India (SHCIL) had provided custodial services and their fees are accounted for on accrual basis.

5) Investors Records

Central Recordkeeping Agency (CRA) keeps and maintains the records of subscribers / investors of the New Pension System.

6) Previous year figures:

For Scheme NPS Lite, this being the first year of operation, figures of previous year is not available.

For New Pension Schemes the previous year figures are regrouped/ reclassified/restated, wherever necessary.

For NPS Trust – A/c UTI Retirement Solutions


Bararam P Bhagat

CEO & WTD




S. Venkatraman

Director