

# 12th Annual Report

2018-2019

**You Save,  
We Secure  
Peaceful Retirement**



LIC Pension Fund Ltd.

# BOARD OF DIRECTORS



**Shri M. R. Kumar**  
Chairman



**Shri V. K. Sharma**  
Chairman  
(upto 31.12.2018)



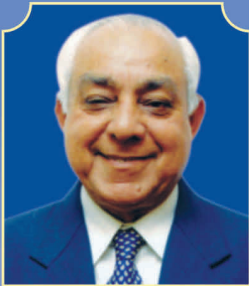
**Shri Hemant Bhargava**  
Chairman In-charge & MD  
(01.01.2019 to 10.04.2019)



**Shri T.C. Suseel Kumar**  
Director  
(w.e.f. 08.04.2019)



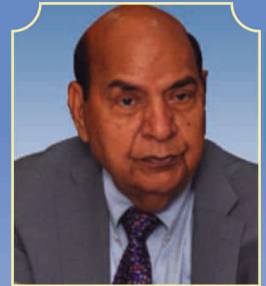
**Ms. Sunita Sharma**  
Director  
(upto 30.03.2019)



**Shri Jagdish Capoor**  
Director



**Shri M. N. Singh**  
Director



**Shri. Som Deo Chaturvedi**  
Director



**Ms. Bhavna G. Doshi**  
Director



**Ms. Priti Panwar**  
MD & CEO

# TWELFTH ANNUAL REPORT 2018-19



**LIC Pension Fund Ltd.**



LIC Pension Fund Ltd.

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Banker to the Company

**HDFC BANK**

**CORPORATION BANK**

Statutory Auditors

**M/S. CHETAN SHAH & CO.**

Internal Auditors

**M/S. JCR & CO.**

Company Secretary

**SHRI. AVINASH C. ABHYANKAR**

**Registered Office**

LIC Pension Fund Limited

CIN - U66020MH2007PLC176066

“Yogakshema”, East Wing, Floor 7,

Jeevan Bima Marg,

Mumbai – 400 021.

Tel : 022-22882871, Fax : 022-22822289

E-mail : [licpensionfund@licindia.com](mailto:licpensionfund@licindia.com)

Website : [www.licpensionfund.in](http://www.licpensionfund.in)

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LIC Pension Fund Ltd.

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# **Twelfth Annual Report**

## **2018-19**

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## DIRECTORS' REPORT

To  
**The Members,**  
**LIC Pension Fund Ltd.**

Your Directors have the pleasure in presenting the Twelfth Report of your Company together with the audited Financial Statements for the year ended 31<sup>st</sup> March, 2019.

### Financial Results

Summary of your Company's financial performance is given below:

(Amt. in Rupees)

Sr. No.	Particulars	Year ended 31 <sup>st</sup> March	
		2019	2018
1	Income from Operations	8,14,47,250	6,30,33,628
2	Other Income	3,36,40,793	3,44,35,666
3	<b>Total (1+2)</b>	<b>11,50,88,043</b>	<b>9,74,69,294</b>
4	Management expenses	9,57,92,397	7,91,87,447
5	Profit/(Loss) before Tax (3-4)	1,94,48,366	1,82,81,847
6	Tax Expenses	54,48,263	51,47,377
7	Profit/(Loss) after Tax(5-6)	1,40,00,103	1,31,34,470
8	Paid up Capital	30,00,00,000	30,00,00,000
9	Net Worth	36,69,98,931	35,29,98,828

### Note:

Amount due to Sponsor (LIC of India) as on 31.03.2019 is ₹ 9,78,53,917/- as against ₹ 8,49,31,414/- as on 31.03.2018, and this has been duly accounted for in the Management Expenses.

### Dividend

With a view to conserve the resources and plough back the resources of the Company, the Board of Directors has decided not to recommend any dividend.

### State of Company's Affairs / Performance

The Company earned a total income of ₹ 11,50,88,043/- for the year under review as against ₹ 9,74,69,294/- for previous year. Profit before tax and after tax stood at ₹ 1,94,48,366/- and ₹ 1,40,00,103/- respectively for current year as against ₹ 1,82,81,847/- and ₹ 1,31,34,470/- respectively for the previous year.

The Net Worth of the Company as at the close of the current financial year was ₹ 36,69,98,931/- as against ₹ 35,29,98,828 /-. The variation in the net worth is ₹ 1,40,00,103/-

For the financial year 2018-19 Management fee was charged @ 0.0102% on funds managed for Government Sector including Atal Pension Yojna and excluding Corporate CG Scheme. Management Fees for Private Sector Scheme and Corporate CG Scheme and is @ 0.01% of AUM.

### Amounts Transferred to Reserves

The Company has transferred ₹ 1,40,00,103/- to Reserves.



### Financial Highlights

In the Financial year 2018-19 LIC Pension Fund Limited has received an amount of ₹ 15510.47 crore as fresh inflow in respect of the following schemes:

Scheme	Amount in Crore
Central Govt.	4999.72
State Govt.	10048.53
NPS Lite	38.89
Corporate CG Scheme	-860.54
E Tier- I	156.26
C Tier- I	97.83
G Tier –I	177.37
E Tier – II	4.11
C Tier –II	2.61
G Tier- II	8.44
Atal Pension Yojana (APY)	836.66
A Tier I	0.59
<b>Total</b>	<b>15510.47</b>

Summary of Assets under Management of the Company as on 31<sup>st</sup> March for last three financial years was as follows:

Particulars	Amount in Crore
31-Mar-17	52,709.26
31-Mar-18	70,130.26
31-Mar-19	92,719.22

The Company is managing the AUM of ₹ 92719.22 Crore as at 31.03.2019 under the following NPS schemes:

Scheme	Amount in Crore
Central Govt.	33995.76
State Govt.	51995.69
NPS Lite	980.32
Corporate CG Scheme	1973.58
E Tier- I	556.63
C Tier- I	351.06
G Tier- I	567.84
E Tier – II	14.26
C Tier- II	9.70
G Tier- II	18.77
Atal Pension Yojana (APY)	2254.55
A Tier I	1.06
<b>Total</b>	<b>92719.22</b>



Investment Pattern of the Company for Schemes under Govt. Sector and Corporate CG/NPS Lite (based on the directives of PFRDA) for the financial year 2018-19 is detailed below:-

Sr. No.	Instruments	Prescribed limit
1	<b>Government Securities,</b> Govt. Securities (Central Govt.) & State Government	Upto 50%
2	<b>Corporate Bonds,</b> PSU Bonds, Private Corporate Debt, Fixed Deposit	Upto 45%
3	Money Market Instruments	Upto 5%
4	Equity	Upto 15%

**Asset Class E (Equity Market Instruments)-** The investment under Equity Asset Class can be made in the shares of bodies corporate listed on BSE or NSE which have (i) market capitalization of not less than of ₹ 5000 crore on the date of investments and (ii) Derivatives with the shares as underlying traded in either of the two stock exchanges. This is in line with the guidelines of PFRDA for Government Sector Schemes.

**Asset class G (Government Securities) –** This asset class will be invested in Central Government Securities and State Development Loans.

**Asset class C (credit risk bearing fixed income instruments) –** This asset class contains bonds issued by any entity other than Central and State Government. This asset class includes investment in Fixed deposits and credit rated debt securities. This also includes rated bonds/securities of Public Financial Institutions and Public sector companies, rated municipal bodies/infrastructure bonds.

**Asset class A (Alternate Investment Schemes) –** The Pension Fund Regulatory and Development Authority (PFRDA) has introduced the A Tier I with effect from October 10, 2016. This asset class permits Investment in SEBI Regulated 'Alternative Investment Funds' AIF (Category I and Category II only) as defined under the SEBI (Alternative Investment Fund) regulations 2012 as well as investment in units of Real Estate Investment Trusts (REITs), Infrastructure Investment Trusts (Inv ITs), and securitized papers.

**NAV for Government Sector NPS:**

(in ₹)

Scheme	31.03.2019	31.03.2018	Growth
	(in ₹)	(in ₹)	(%)
Central Government	27.5968	25.3839	8.72%
State Government	24.6211	22.6816	8.55%
NPS Lite Scheme -Govt. Pattern	22.8351	20.8934	9.29%
Corporate CG	18.1603	16.6773	8.89%
Atal Pension Yojana (APY) Scheme	13.9554	12.8478	8.62%

**NAV for Private Sector NPS:****(in ₹)**

<b>Scheme</b>	<b>31.03.2019</b>	<b>31.03.2018</b>	<b>Growth</b>
	<b>(in ₹)</b>	<b>(in ₹)</b>	<b>(%)</b>
E Tier -I	19.3005	17.5057	10.25%
C Tier -I	17.1819	16.0308	7.18%
G Tier -I	18.1855	16.3945	10.92%
E Tier - II	16.1365	14.6202	10.37%
C Tier- II	16.0562	15.0212	6.89%
G Tier- II	18.4201	16.3477	12.68%
A Tier - I	12.1243	10.9393	10.83%

The performance of these funds depends on market conditions, investment strategy, ability to forecast market movements, etc. The Company could register good performance due to the Company's ability to forecast the market movements and asset reallocation strategy adopted in fund management.

**Fixed Deposits**

The Company has not accepted any Deposits from public during the year under review.

**Auditors**

The Auditors of your Company are appointed by the Comptroller and Auditor General of India. M/s. Chetan Shah & Co., Chartered Accountants, Mumbai, had been appointed as Statutory Auditors of the Company for the financial year 2018-19.

**Auditors' Report**

The Auditors' report does not contain any qualifications, reservations or adverse remarks.

**Audit Committee**

The Audit Committee of the Company comprises of three Directors viz.:

Shri Jagdish Capoor	Chairman
Shri T C Suseel Kumar	Member
Shri M.N. Singh	Member

**Directors**

Shri Hemant Bhargava had resigned from the directorship of the Company with effect from 12<sup>th</sup>October, 2018. The Board placed on record its appreciation for the valuable services rendered by Shri Bhargava during his tenure.

Smt. Sunita Sharma was appointed as Nominee Director of LIC of India with effect from 25<sup>th</sup>October, 2018.

Shri V. K. Sharma had resigned from the directorship of the Company with effect from 31<sup>st</sup>December, 2018. The Board placed on record its appreciation for the valuable services rendered by Shri Sharma during his tenure.

Shri Hemant Bhargava was appointed as Nominee Director of LIC of India with effect from 8<sup>th</sup>January, 2019.

Smt. Sunita Sharma had resigned from the directorship of the Company with effect from 30<sup>th</sup>March, 2019. The Board placed on record its appreciation of the valuable services rendered by Smt. Sharma during her tenure as a Director of the Company.

Shri Hemant Bhargava ceased to be Director of the Company with effect from 10<sup>th</sup>April, 2019. The Board placed on record its appreciation for the valuable services rendered by Shri Bhargava during his tenure.

Shri M. R. Kumar and Shri T C Suseel Kumar were appointed as Additional Directors of the Company with effect from 8<sup>th</sup> April, 2019. They hold office up to the date of forthcoming Annual General Meeting and being eligible offer themselves for reappointment. Notices have been received along with a deposit of ₹ 1,00,000/- each from members of the Company proposing their candidature for the office of Director.

Shri Jagdish Capoor, Shri M. N. Singh and Smt. Bhavna Doshi, Independent Directors, completed their five year tenure on 31<sup>st</sup> March, 2019 and were reappointed by the Board for a further period of three years with effect from 1<sup>st</sup> April, 2019.

Shri T C Suseel Kumar retires by rotation at the ensuing Annual General Meeting and is eligible for reappointment.

### **Key Managerial Personnel**

During the year, there is no change in the office of Key Managerial Personnel.

### **A Statement on declaration given by Independent Directors under Section 149(6) of the Act**

Pursuant to the provisions of Section 149(6) of the Companies Act, 2013, all the Independent Directors have given the required disclosures/ declaration confirming their independence.

### **Number of Board Meetings**

The Board of Directors held 4 (Four) meetings during the financial year.

### **Policy on Director's appointment and remuneration and other details**

Pursuant to Section 178(3) of the Companies Act, 2013 the Nomination and Remuneration Committee has laid down the following policy relating to the remuneration of directors, key managerial personnel and other employees :

#### **Remuneration to Independent Directors:**

The Independent Directors will receive remuneration by way of sitting fees for attending the meetings of the Board and/ or Committees thereof. The amount of sitting fees to be paid to such Directors shall be decided by the Board from time to time subject to the limits specified under the Companies Act, 2013. Apart from sitting fees no other remuneration / commission is paid to them.

#### **Remuneration to Non-Executive Promoter Directors**

LIC of India, promoter of the Company, shall appoint the Non-Executive Promoter Directors. Such Promoter Directors shall not be entitled to any sitting fees.

#### **Remuneration to Executive Promoter Director:**

Executive Promoter Director who is Managing Director & CEO will be paid remuneration as applicable to an Officer in the cadre of Zonal Manager of LIC of India. As and when there is any revision in the pay scales of the Zonal Manager as per the charter decided by the LIC of India from time to time, then the same would be applicable to the Executive Promoter Director. Further, tenure and terms & conditions of appointment of Executive Promoter Director will be as decided by LIC of India from time to time.

#### **Remuneration to Key Managerial Personnel (other than MD&CEO) and other employees:**

Presently, apart from Managing Director & CEO, Company Secretary and Chief Financial Officer constitute the Key Managerial Personnel.

Remuneration payable to Company Secretary would be as decided by the Board from time to time.

Chief Financial Officer and all other employees are on deputation from LIC of India and the amount of remuneration paid to them is as applicable to their respective cadre.



### **Manner of Formal Evaluation of Board, Committees and Directors**

Pursuant to the provisions of the Companies Act, 2013, the annual performance of the Board, its committees and Directors including Independent Directors was evaluated. Annual Performance Evaluation of the Board and its Committees was carried through group discussions and by seeking inputs from the Directors with regard to composition and structure of the Board/ Committees, functioning of the Board/ Committees, Board/ Committee processes, access to timely, accurate and relevant information, etc. The Directors were individually evaluated by the Board based on parameters such as engagement, functional knowledge, analysis, decision making, communication, etc.

### **Conservation of Energy, Technology Absorption, Foreign Exchange Earnings And Outgo:**

#### **(A) Conservation of Energy-**

- (i) The steps taken or impact on conservation of energy- As the Company is engaged in business of investment management of Pension Assets, scope to conserve energy is limited. However, efforts are made to conserve energy wherever possible.
- (ii) The steps taken by the Company for utilizing alternate sources of energy – The Company may explore possibilities for utilizing alternate sources of energy.
- (iii) The capital investment on energy conservation equipment – **Nil**.

#### **(B) Technology absorption**

- (i) The efforts made towards technology absorption – **Not applicable**
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution - **Not applicable**
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-
  - (a) The details of technology imported - **Not applicable**
  - (b) The year of import - **Not applicable**
  - (c) Whether the technology has been fully absorbed - **Not applicable**
  - (d) If not fully absorbed, areas where absorption has not taken place, and the reasons thereof - **Not applicable** and
- (iv) The expenditure incurred on Research and Development - **Not applicable**

#### **(C) Foreign Exchange earnings and outgo**

The foreign exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows - There were no Foreign Exchange earnings and outgo during the year.

### **Regulatory Compliance**

The Company has been following guidelines, directions and circulars issued by Ministry of Corporate Affairs, PFRDA and other appropriate authorities from time to time as applicable to the Company.

### **Risk Management Policy**

The Company has a structured risk management policy. The risk management process is designed to safeguard the organization from various risks through adequate and timely actions. It is designed to anticipate, evaluate and mitigate risks in order to minimize its impact on the business. The Company has identified the following risks for the Company;

- Critical knowledge loss
- Skills shortage

- Non-compliance
- Regulatory Risks
- Potential business loss risk
- Competition risk
- Asset Liability mismatch risk
- Third party risks

In the opinion of the Board there are no risks that may threaten the existence of the Company.

**Change in the nature of Business, if any;**

During the year under review, there was no change in the nature of business of the Company.

**Orders by Regulators, Courts or Tribunals**

No orders were passed by any regulator or court or tribunal impacting the going concern status and the Company's operations in future.

**Internal Financial Controls**

The Internal Controls of the Company are adequate and commensurate with the size and scale of the operations. These controls operate through well documented standard operating procedures, policies and process guidelines that are designed to provide reasonable assurance to management of the reliability of financial information compliance to operating and adherence to Statutory / regulatory requirements. The Internal Controls are routinely tested and certified by the Internal as well as the Statutory Auditors. Significant audit observations and the management actions thereon are reported to the Audit Committee on a quarterly basis. The Audit committee reviews the observations and assesses the adequacy of the actions proposed as well as monitors their implementation.

**Particulars of Contracts or arrangements with related parties referred to in Section 188(1) of the Companies Act, 2013**

All contracts/ arrangements/ transactions entered by the Company during the financial year with the related parties were in ordinary course of business and on arm's length basis. Particulars of transactions with related parties referred to in Section 188(1) of the Companies Act, 2013 have been given in **Annexure 1**.

Considering the contributions and efforts made by Smt. Priti Panwar, Managing Director & CEO, the remuneration being paid to her was justified.

**Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013**

During the year, the Company has not granted any loans or provided guarantees or made any investments under Section 186 of the Companies Act, 2013.

**Extract of Annual Return**

In accordance with the provisions under Section 134(3)(a) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules 2014, the extract of the Annual Return as provided under Section 92(3) of the Companies Act, 2013 has been annexed to this Report in prescribed Form MGT – 9 as **Annexure 2**. The same is available on Company's website [www.licpensionfund.in](http://www.licpensionfund.in).

**Directors' Responsibility Statement**

Pursuant to Section 134(3)(c) of the Companies Act, 2013 the Directors state that—

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;



- (b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit of the company for that period;
- (c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) the directors had prepared the annual accounts on a going concern basis; and
- (e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **Material changes and commitments**

No material changes and commitments affecting the financial position of the Company have occurred between the end of the financial year to which the financial statements of the Company relate and the date of this report.

### **Prevention of Sexual Harassment at workplace**

The Company has constituted Complaints Committee and adopted Policy on Prevention of Sexual Harassment at workplace in the line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder. During the year no complaint was filed before the said Committee.

### **Particulars of Employees**

The disclosure pursuant to Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel), Rules 2014 is not applicable as during the financial year none of the employees was in receipt of remuneration ₹ 8.50 lakhs per month or ₹ 102 lakhs per annum.

### **Acknowledgments**

Your directors would like to place on record their appreciation of the support extended by Life Insurance Corporation of India, the Sponsor of LIC Pension Fund Ltd., Pension Fund Regulatory and Development Authority (PFRDA), National Pension System Trust (NPS Trust), Ministry of Corporate Affairs, Registrar of Companies, Mumbai, NSDL e-Governance Infrastructure Limited and Karvy Computershare Private Limited -Central Record Keeping Agencies, Axis Bank , Bank of India - Trustee bank, Stock Holding Corporation of India Limited -Custodian, M/s. Chetan Shah & Co., Chartered Accountants - Statutory Auditors of the Company Accounts, M/s. JCR & Company, Chartered Accountants- Internal Auditors, M/s. CNK & Associates, LLP, Chartered Accountants, Statutory Auditors of the Scheme Accounts managed by the Company, Shri Prasanna Gupchup - Practicing Company Secretary, M/s Vyankatesh Joshi & Company- Tax Consultants, Brokers and other Government agencies. Your Directors would also like to place on record the contribution made by the officials at all levels for the success of your company during the year.

**FOR AND ON BEHALF OF THE BOARD**

**Place: Mumbai**

**CHAIRMAN**

**Date: 02.08.2019**

**ANNEXURE 1****Form No. AOC-2**

(Pursuant to *clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014*)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto**

1. Details of contracts or arrangements or transactions not on an arm's length basis: NIL
  - (a) Name(s) of the related party and nature of relationship
  - (b) Nature of contracts/arrangements/transactions
  - (c) Duration of the contracts / arrangements/transactions
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any
  - (e) Justification for entering into such contracts or arrangements or transactions
  - (f) Date(s) of approval by the Board
  - (g) Amount paid as advances, if any:
  - (h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188.
2. Details of material contracts or arrangement or transactions on an arm's length basis
  - (a) Name(s) of the related party and nature of relationship : LIC OF INDIA, Holding Company.
  - (b) Nature of contracts/arrangements/transactions: Reimbursement of Salaries and expenses and sale/ transfer of fixed asset.
  - (c) Duration of the contracts / arrangements/transactions : On going
  - (d) Salient terms of the contracts or arrangements or transactions including the value, if any: The operation expenses incurred by LIC of India on behalf of the Company are reimbursement by the Company from time to time. During 2018-19 such reimbursements amounted to ₹ 8,49,31,414/-
  - (e) Date(s) of approval by the Board, if any: N.A.
  - (f) Amount paid as advances, if any: NIL

**FOR AND ON BEHALF OF THE BOARD**

**CHAIRMAN**

**Place: Mumbai**

**Date: 02.08.2019**



## FORM NO. MGT 9

## EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2019

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management &amp; Administration) Rules, 2014.

## I. REGISTRATION &amp; OTHER DETAILS:

1.	CIN	U66020MH2007PLC176066
2.	Registration Date	21 <sup>st</sup> November, 2007
3.	Name of the Company	LIC Pension Fund Limited
4.	Category/Sub-category of the Company	Unlisted Public Company
5.	Address of the Registered office & contact details	Yogakshema, Floor 7, East Wing, Jeevan Bima Marg, MUMBAI- 400 021. Phone: 022- 2288 2871, Fax: 022- 2282 2289 Web: licpensionfund.in, Email:licpensionfund@licindia.com
6.	Whether listed company Yes / No	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	NA

## II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Activities auxiliary to insurance and pension funding	662	100%

## III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

S. No.	Name and Address of the Company	CIN/ GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
1	Life Insurance Corporation of India. Yogakshema", 7 <sup>th</sup> Floor, East Wing, Jeevan Bima Marg, Mumbai 400 021	-	Holding Company	100%	2(46)



**IV. SHARE HOLDING PATTERN** (Equity Share Capital Breakup as percentage of Total Equity)

## (i) Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year[As on 01-April-2018]				No. of Shares held at the end of the year[As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoter s</b>									
(1) Indian									
a) Individual/ HUF									
b) Central Govt									
c) State Govt(s)									
d) Bodies Corp.	-	3,00,00,000	3,00,00,000	100	-	3,00,00,000	3,00,00,000	100	NIL
e) Banks / FI									
f) Any other...									
<b>Sub-total (A) (1):-</b>									
(2) Foreign									
a) NRIs-Individuals									
b) Other - Individuals									
c) Bodies Corporate									
d) Banks / FI									
e) Any Other ....									
<b>Sub-total (A) (2):-</b>									
<b>Total shareholding of Promoter (A)= (A)(1)+(A)(2)</b>	-	3,00,00,000	3,00,00,000	100	-	3,00,00,000	3,00,00,000	100	NIL
<b>B. Public Shareholding</b>									
1. Institutions									
a) Mutual Funds									
b) Banks / FI									
c) Central Govt									
d) State Govt(s)									
e) Venture Capital Funds									
f) Insurance Companies									
g) FIs									
h) Foreign Venture Capital Funds									
i) Others (specify)									
<b>Sub-total (B)(1):-</b>									



Category of Shareholders	No. of Shares held at the beginning of the year[As on 01-April-2018]				No. of Shares held at the end of the year[As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian									
ii) Overseas									
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh									
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh									
c) Others (specify)									
<b>Sub-total (B)(2):-</b>									
<b>Total Public Shareholding (B)=(B)(1)+ (B)(2)</b>									
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
<b>Grand Total (A+B+C)</b>	-	3,00,00,000	3,00,00,000	100	-	3,00,00,000	3,00,00,000	100	NIL

**B) Shareholding of Promoter-**

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Life Insurance Corporation of India	2,99,99,994	100	NIL	2,99,99,994	100	NIL	NIL
2	*Ms. Sarojini Dikhale (Nominee of Life Insurance Corporation of India)	1	Negligible	NIL	1	Negligible	NIL	NIL

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
3	Ms. Priti Panwar (Nominee of Life Insurance Corporation of India)	1	NIL	NIL	1	Negligible	NIL	NIL
4	*Shri S Srivastava (Nominee of Life Insurance Corporation of India)	1	NIL	NIL	1	Negligible	NIL	NIL
5	*Shri S V Ramanarao (Nominee of Life Insurance Corporation of India)	1	NIL	NIL	0	Negligible	NIL	100%
6	*Shri P H Kutumbe (Nominee of Life Insurance Corporation of India)	1	NIL	NIL	0	Negligible	NIL	100%
7	*Shri Mahendra Kumar (Nominee of Life Insurance Corporation of India)	0	NIL	NIL	1	Negligible	NIL	100%
8	*Shri P K Jain (Nominee of Life Insurance Corporation of India)	0	NIL	NIL	1	Negligible	NIL	100%
9	*Shri Satish Chandra Singh (Nominee of Life Insurance Corporation of India)	1	NIL	NIL	1	Negligible	NIL	NIL

\*Beneficial Interest held by Life Insurance Corporation of India

**C) Change in Promoters' Shareholding (please specify, if there is no change)**

SN		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3,00,00,000	100		
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	#		#	
	At the end of the year	3,00,00,000	100		

# There has been no change in Promoters' Shareholding between 1-4-2018 and 31-3-2019. However, during the year, shares held by Shri P H Kutumbe and Shri S V Ramana Rao, nominees of LIC of India, were transferred to Shri P K Jain and Shri Mahendra Kumar respectively, other nominees of LIC of India.

**D) Shareholding Pattern of top ten Shareholders:**

**(Other than Directors, Promoters and Holders of GDRs and ADRs): NOT APPLICABLE**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year				
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc):				
	At the end of the year				

**E) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1.	*Smt. Priti Panwar				
	At the beginning of the year	1	negligible	1	Negligible
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	1	negligible	1	Negligible

\*Beneficial Interest held by LIC of India

**V) INDEBTEDNESS**

**Indebtedness of the Company including interest outstanding/accrued but not due for payment. – Not Applicable**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				
<b>Change in Indebtedness during the financial year</b>				
* Addition				
* Reduction				
<b>Net Change</b>				



	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount				
ii) Interest due but not paid				
iii) Interest accrued but not due				
<b>Total (i+ii+iii)</b>				

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

### A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1	Gross salary	Ms. Priti Panwar Managing Director and CEO**	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	₹ 20,86,381	₹ 20,86,381
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	₹ 5,63,887	₹ 5,63,887
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	0.00	0.00
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify...	-	-
5	Others, please specify	-	-
	Total (A)	₹ 26,50,268	₹ 26,50,268
	Ceiling as per the Act	₹ 42,00,000	₹ 42,00,000

**B. Remuneration to other Directors:**

SN.	Particulars of Remuneration	Name of Directors				Total Amount ₹
		Jagdish Capoor	M.N. Singh	Bhavna Doshi	Som Deo Chaturvedi	
1	Independent Directors					
	Fee for attending board/ committee meetings	1,20,000	1,25,000	85,000	60,000	3,90,000
	Commission					
	Others, please specify					
	Total (1)	1,20,000	1,25,000	85,000	60,000	3,90,000
2	Other Non-Executive Directors		-----	-----	-----	
	Fee for attending board committee meetings					
	Commission					
	Others, please specify					
	Total (2)					
	Total (B)=(1+2)	1,20,000	1,25,000	85,000	60,000	3,90,000
	Total Managerial Remuneration					
	Overall Ceiling as per the Act					

**C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD –**

SN	Particulars of Remuneration	Key Managerial Personnel		
		Company Secretary	CFO	Total
		Shri Avinash C. Abhyankar	Smt. A. N. Desai	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	₹ 15,64,502	₹ 18,70,320	₹ 34,34,822
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	₹ 71,125	₹ 87,338	₹ 1,58,463
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission	-	-	-
	- as % of profit	-	-	-
	others, specify...	-	-	-
5	Others, please specify	-	-	-
	Total	₹ 16,35,627	₹ 19,57,658	₹ 35,93,285



**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES: NIL**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>					
Penalty					
Punishment					
Compounding					
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty					
Punishment					
Compounding					

**FOR AND ON BEHALF OF THE BOARD**

**Place: Mumbai**

**Date: 02.08.2019**

**CHAIRMAN**



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# **Financial Statements for the year 2018-19**

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**COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF LIC PENSION FUND LIMITED FOR THE YEAR ENDED 31 MARCH 2019**

The preparation of Financial Statements of LIC Pension Fund Limited for the year ended 31 March 2019 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditor appointed by the Comptroller and Auditor General of India under section 139(5) of the Act is responsible for expressing opinion on the Financial Statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 27 May 2019.

The assets under management through various schemes managed by LIC Pension Fund Limited are not reflected in its Balance Sheet. since these assets do not form part of the LIC Pension Fund Limited. Therefore, I do not look into operation of these schemes including decision making regarding acquisition, management and disposal of the assets managed by the LIC Pension Fund Limited and express no opinion on the soundness of the investments.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the Financial Statements of LIC Pension Fund Limited for the year ended 31 March 2019 under section 143(6)(a) of the Act.

For and on the behalf of the  
Comptroller and Auditor General of India

**Sd/-**  
**(Tanuja Mittal)**

Principal Director of Commercial Audit and  
ex-officio Member, Audit Board-I, Mumbai

Place : Mumbai

Date : 04 July 2019

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## INDEPENDENT AUDITOR'S REPORT

To,  
The Members,  
LIC Pension Fund Limited.

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the standalone financial statements of LIC Pension Fund Limited. ("the Company"), which comprise the Balance Sheet as at March 31, 2019 and the Statement of Profit and Loss and Cash Flow Statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, of the state of affairs of the Company as at March 31, 2019, and profit/loss, and its cash flows for the year ended on that date.

#### Basis for Opinion

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

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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



Those Board of Directors are also responsible for overseeing the company's financial reporting process.

### **Auditors' Responsibility**

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

### **Opinion**

In our opinion, and to the best of our information and according to the explanation 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, of the state of affairs of the Company as at March 31, 2019, and its profit and its cash flows for the year ended on that date.

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

As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- (a) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (b) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (c) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (d) On the basis of the written representations received from the directors as on 31st March, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2019 from being appointed as a director in terms of Section 164 (2) of the Act.
- (e) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (f) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position.

- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (g) In Compliance with section 143 (5) of the Act and in pursuance of directions and Sub- directions, issued by the office of the Comptroller and Auditor General of India for the year ended 31<sup>st</sup> March, 2019 we report as under:

		<b><u>Remark</u></b>
I. Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	:	<b>Yes. If accounting process is outside IT system, integrity and reliability of accounting system would be jeopardized since there is no maker/checker concept in manual accounting.</b>
II. Whether there is any restructuring of an existing loan or cases of waiver / write off of debts / loans / interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may stated.	:	<b>N. A.</b>
III. Whether funds received / receivable for specific schemes from central / state agencies were properly accounted for / utilized as per its term and conditions? List the cases of deviation.	:	<b>N. A.</b>

**For Chetan Shah & Co.**  
Chartered Accountants  
(FRN No.101781W)

**(Chetan Shah)**

Partner

(M/ship No. 036366)

**Place:** Mumbai  
**Date:** 27.05.2019



## ANNEXURE 'A' TO AUDITORS' REPORT

**Referred to in the Auditors' Report of even date to LIC PENSION FUND LIMITED on the financial statements for the year ended March 31,2019 - in terms of Companies (Auditor's Report) Order 2016.**

- i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) The fixed assets of the Company have been physically verified by the management during the year and no material discrepancies between the book records and the physical inventory have been noticed. In our opinion, the frequency of physical verification is reasonable.
  - (c) The Company does not have any Immovable Property in its name.
- (ii) The Company does not have any physical stock of inventory.
- (iii) The Company has not granted any loan, secured or unsecured to companies, firm, or other parties covered in the register maintained under Section 189 of the Companies Act.
- (iv) The Company has not granted any loans, investments, guarantees and security to which provisions of sections 185 and 186 of the of Companies Act, 2013 are applicable.
- (v) The Company has not accepted any deposits from the public.
- (vi) Provision of sub-section (1) of section 148 of the Companies Act, 2013 regarding maintainance of cost records is not applicable to the Company.
- (vii) (a) According to the information and explanations given to us and the records of the company examined by us, Company is regular in depositing Statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Customs Duty, Excise Duty, Value Added Tax, Cess and any other Statutory Dues to appropriate authorities and no undisputed statutory dues are outstanding as on the last day of the financial year.
  - (b) According to the information and explanations given to us and the records of the company examined by us the Company does not have any disputed Statutory Dues.
- (viii)The Company has not defaulted in repayment of loans or borrowing from any financial institution, bank or payment to debenture holders.
- (ix) The company has not raised any money by way of Initial Public Offer or Further Public Offer.
- (x) Accordingly to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- (xi) Accordingly to the information and explanations give to us and based on our examination of the records of the Company, the Company has paid/provided for Managerial Remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) According to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3 (xii) of the Order is not applicable.

- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) According to the information and explanations give to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3 (xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934.

**For Chetan Shah & Co.**  
Chartered Accountants  
(FRN No.101781W)

**(Chetan Shah)**

Partner

(M/ship No. 036366)

**Place:** Mumbai

**Date:** 27.05.2019



## **Annexure – B to the Auditor’s Report**

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of LIC Pension Fund Limited. (“the Company”) as of 31<sup>st</sup> March 2019 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (“ICAI”). These responsibilities include the design, implementation and maintenance of adequate internal controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditor’s Responsibility**

Our responsibility is to express and opinion on the Company’s Internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting.



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**Meaning of Internal Financial controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial report, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluations of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, the Company has, in all material respects, and adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Chetan Shah & Co.**  
Chartered Accountants  
(FRN No.101781W)

**(Chetan Shah)**

Partner

(M/ship No. 036366)

**Place:** Mumbai  
**Date:** 27.05.2019



## LIC Pension Fund Limited

CIN-U66020MH2007PLC176066

## STATEMENT OF BALANCE SHEET AS AT MARCH 31, 2019

		31 March 2019 Amount in ₹	31 March 2018 Amount in ₹
<b>Equity and Liabilities</b>			
<b>Shareholders Funds</b>			
Share Capital	2	30,00,00,000	30,00,00,000
Reserves and Surplus	3	6,69,98,931	5,29,98,828
		36,69,98,931	35,29,98,828
<b>Non-current Liabilities</b>			
Deferred Tax Liabilities (net)	4	-	1,17,772
		-	1,17,772
<b>Current Liabilities</b>			
Other Current Liabilities	5	9,94,71,171	8,60,86,582
Short-term Provisions	6	1,42,79,846	1,37,53,231
		11,37,51,017	9,98,39,813
<b>Total</b>		<b>48,07,49,948</b>	<b>45,29,56,413</b>
<b>Assets</b>			
<b>Non-current Assets</b>			
Fixed Assets			
Tangible Assets	7A	5,33,136	6,89,328
Intangible Assets	7B	8,04,042	15,23,346
		13,37,178	22,12,674
Long-term Loans and Advances	8	2,24,500	74,500
Other Non-current Assets	9	16,46,77,535	24,74,01,126
		16,49,02,035	24,74,75,626
<b>Current Assets</b>			
Trade Receivables	10	2,41,15,838	1,83,31,063
Cash and Cash Equivalents	11	23,26,62,934	11,97,12,947
Other Current Assets	12	5,77,31,963	6,52,24,103
		31,45,10,735	20,32,68,113
<b>Total</b>		<b>48,07,49,948</b>	<b>45,29,56,413</b>
Summary of Significant Accounting Policies	1		
The accompanying notes form an integral part of the Financial Statements In terms of our report attached.			

**Chetan Shah & Co.**  
Chartered Accountants

**DIRECTOR**  
**Shri. Jagdish Capoor**  
DIN:00002516

**MANAGING DIRECTOR & CEO**  
**Ms. Priti Panwar**  
DIN: 08072073

**Shri. Chetan Shah**  
Partner  
Membership No. : 036366  
Firm Reg. No. : 101781W

**COMPANY SECRETARY**  
**Shri. Avinash Abhyankar**  
Membership No :A19923

**CFO**  
**Ms. Anjali Desai**  
PAN : ABQPD9203M

**PLACE :** Mumbai  
**DATE :** April 24 , 2019

**LIC Pension Fund Limited**  
CIN-U66020MH2007PLC176066

**STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2019**

		<b>31 March 2019</b> Amount in ₹	<b>31 March 2018</b> Amount in ₹
Revenue from Operations	<b>13</b>	8,14,47,250	6,30,33,628
Other Income	<b>14</b>	3,36,40,793	3,44,35,666
<b>Total</b>		<b>11,50,88,043</b>	<b>9,74,69,294</b>
<b>Expenses</b>			
Employee benefit expense	<b>15</b>	3,23,88,459	2,70,56,585
Depreciation and amortization expense	<b>7</b>	10,71,402	13,31,764
Annual Fees to PFRDA	<b>16</b>	3,50,65,132	2,63,54,624
Other expenses	<b>17</b>	2,72,67,404	2,44,44,474
<b>Total</b>		<b>9,57,92,397</b>	<b>7,91,87,447</b>
Profit before prior period and extraordinary items and tax		<b>1,92,95,646</b>	<b>1,82,81,847</b>
Prior Period adjustments		1,52,720	-
Profit before extraordinary items and tax		1,94,48,366	1,82,81,847
Extraordinary Items			
Profit before tax		1,94,48,366	1,82,81,847
Tax expense:			
Current tax		57,00,000	51,00,000
Deferred tax		(3,94,181)	47,377
Excess /Short Provision for taxation/ others		1,42,444	-
<b>Total</b>		<b>54,48,263</b>	<b>51,47,377</b>
Profit/(Loss) After Tax		1,40,00,103	1,31,34,470
Earning per equity share:			
Basic & Diluted		0.47	0.44
Face Value per Ordinary Shares - Rupees		10	10
Summary of Significant Accounting Policies	<b>1</b>		
The accompanying notes form an integral part of the Financial Statements In terms of our report attached.			

**Chetan Shah & Co.**  
Chartered Accountants

**DIRECTOR**  
**Shri. Jagdish Capoor**  
DIN:00002516

**MANAGING DIRECTOR & CEO**  
**Ms. Priti Panwar**  
DIN: 08072073

**Shri. Chetan Shah**  
Partner  
Membership No. : 036366  
Firm Reg. No. : 101781W

**COMPANY SECRETARY**  
**Shri. Avinash Abhyankar**  
Membership No :A19923

**CFO**  
**Ms. Anjali Desai**  
PAN : ABQPD9203M

**PLACE :** Mumbai  
**DATE :** April 24 , 2019



**LIC Pension Fund Limited**  
**CIN-U66020MH2007PLC176066**  
**CASH FLOW STATEMENT AS ON 31ST MARCH**

S.N.	PARTICULARS	2019	2018
		Amount in ₹	Amount in ₹
<b>A</b>	<b><u>Cash Flow from Operating activities</u></b>		
	Profit/(Loss) before extraordinary items and tax	1,94,48,366	1,82,81,847
	<b><u>Adjustments:</u></b>		
	Depreciation and amortization	10,71,402	13,31,764
	Interest on Fixed Deposit	(3,32,67,692)	(3,33,00,242)
	Interest on IT Refund	(2,27,478)	-
	Interest on Savings a/c	(1,45,623)	(1,46,225)
	Income Tax Provisions	(54,48,263)	(51,47,377)
		<b>(1,85,69,288)</b>	<b>(1,89,80,233)</b>
	<b><u>Working capital changes:</u></b>		
	(Increase) /Decrease in long-term loans and advances	(1,50,000)	(3,000)
	(Increase) /Decrease in other non-current assets	8,27,23,591	(3,58,00,000)
	(Increase) /Decrease in other current assets	74,92,140	(1,07,04,002)
	(Increase) /Decrease in Trade receivables	(57,84,775)	(49,34,975)
	Increase/(Decrease) in other current liabilities	1,32,66,817	1,54,75,761
	Increase/(Decrease) in short-term provisions	5,26,615	49,32,390
		<b>9,80,74,388</b>	<b>(3,10,33,826)</b>
	<b>Cash generated from operations Total of (A)</b>	<b>7,95,05,100</b>	<b>(5,00,14,059)</b>
<b>B</b>	<b><u>Cash Flow from Investing Activities</u></b>		
	Capital expenditure on fixed assets	(1,95,906)	(12,18,494)
	Interest Received on Fixed Deposits	3,32,67,692	3,33,00,242
	Interest on Savings a/c	1,45,623	1,46,225
	Interest on IT Refund	2,27,478	-
	<b>Net cash from Investing Activities: Total of (B)</b>	<b>3,34,44,887</b>	<b>3,22,27,973</b>
<b>C</b>	<b><u>Cash Flow from Financing activities</u></b>		
	Issue of Fresh Equity Shares	-	-
	<b>Net cash from Financing Activities: Total of (C)</b>	<b>-</b>	<b>-</b>
	<b>Net increase/ (decrease) in cash and cash equivalents (A+B+C)</b>	<b>11,29,49,987</b>	<b>(1,77,86,086)</b>
	<b>Add: Cash and cash equivalents as at 01.04.2018</b>	<b>11,97,12,947</b>	<b>13,74,99,033</b>
	<b>Cash and cash equivalents as at 31.03.2019</b>	<b>23,26,62,934</b>	<b>11,97,12,947</b>

Notes are integral part of Financial Statements

**Chetan Shah & Co.**  
Chartered Accountants

**DIRECTOR**  
**Shri. Jagdish Capoor**  
DIN:00002516

**MANAGING DIRECTOR & CEO**  
**Ms. Priti Panwar**  
DIN: 08072073

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Firm Reg. No. : 101781W

**COMPANY SECRETARY**  
**Shri. Avinash Abhyankar**  
Membership No :A19923

**CFO**  
**Ms. Anjali Desai**  
PAN : ABQPD9203M

**PLACE :** Mumbai  
**DATE :** April 24 , 2019

**NOTE 1: SIGNIFICANT ACCOUNTING POLICIES**

LIC Pension Fund Limited (CIN U66020MH2007PLC176066) is the first Pension Fund Company under NPS which was incorporated on 21.11.2007. The Main object of the Company is to carry on the business of Pension Fund management for pension fund schemes as regulated by the Pension Fund Regulatory and Development Authority (PFRDA).

**A) Basis of Accounting**

The financial statements are prepared to comply in all material aspects with the applicable accounting principles in India, Accounting Standards notified under Section 2(2) of the Companies Act, 2013, and the relevant provisions of the Companies Act 2013.

**B) Revenue Recognition**

- Revenue is recognized as and when there is reasonable certainty of realization.
- Income on investments is accounted for on accrual basis.

**C) Fixed Assets & Depreciation**

- Fixed Assets are stated at cost less accumulated depreciation and impairment loss, if any. Depreciation is provided on the straight line method at the rates and in the manner prescribed in Schedule II of the Companies Act, 2013.
- Intangible assets are amortized over a period of three years, on the SLM basis.

**D) Investments**

- Long Term investments are considered as held till maturity and are valued at cost. Provision is made for diminution in the value of investments, if any, other than temporary in nature.
- Short Term investments are valued at cost or fair value whichever is lower.
- The cost of investments includes acquisition charges such as brokerage, etc. Front-end discount / incentive earned in respect of direct subscription are adjusted towards the cost of investments.

**E) Income Tax**

- Income Tax expense for the period, comprising of current tax and deferred tax is included in determining the net profit for the period.
- A provision is made for the current tax based on tax liability computed in accordance with relevant tax rates and tax laws. A provision is made for deferred tax for all timing differences arising between taxable incomes and accounting incomes at tax rates enacted / substantively enacted by the Balance Sheet date.
- Deferred Tax Assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

**F) Employee Benefits**

The employees benefits expected to be paid in exchange for the services rendered by employees is recognized in the period in which the employee rendered the service. This benefit includes salary, perquisites etc.

Provident Fund and allied terminal benefits are charged to the Statement of Profit and Loss.

**Notes forming part of the Balance Sheet as at 31st March****NOTE 2 : SHARE CAPITAL**

	31 March 2019		31 March 2018	
	Number of shares	Amount in ₹	Number of shares	Amount in ₹
Authorised Share Capital				
Equity shares of ₹ 10 each with voting rights	4,00,00,000	40,00,00,000	4,00,00,000	40,00,00,000
Issued Share Capital				
Equity shares of ₹ 10 each with voting rights	3,00,00,000	30,00,00,000	3,00,00,000	30,00,00,000
		<b>30,00,00,000</b>		<b>30,00,00,000</b>
Subscribed and fully paid up				
Equity shares of ₹ 10 each with voting rights	3,00,00,000	30,00,00,000	3,00,00,000	30,00,00,000
<b>Total</b>		<b>30,00,00,000</b>		<b>30,00,00,000</b>

**(i) Rights of Equity Shareholders**

The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(ii) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period.**

	Opening Balance	Fresh issue	Bonus/ Buy Back	Closing Balance
<b>Equity Shares with Voting Rights:</b>				
For the year ended March 31,2019				
Number of shares	3,00,00,000	-	-	3,00,00,000
Amount (in Rupees)	30,00,00,000	-	-	30,00,00,000
For the year ended March 31,2018				
Number of shares	3,00,00,000	-	-	3,00,00,000
Amount (in Rupees)	30,00,00,000	-	-	30,00,00,000

(iii) Disclosure for the aggregate number allotted as fully paid up without payment being received in cash, bonus shares and shares bought back for the period of 5 years immediately preceding the Balance Sheet date:

Equity Shares:	2019	2018	2017	2016	2015
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

(iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder	As At March 31,2019		As At March 31,2018	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
<b>Equity Shares with Voting Rights:</b>				
Life Insurance Corporation of India	<u>3,00,00,000</u>	<u>100</u>	<u>3,00,00,000</u>	<u>100</u>

(v) The Company is 100% subsidiary company of Life Insurance Corporation of India

(vi) Details of shares held by the Holding Company

Particulars	As at March 31, 2019	As at March 31, 2018
	Number of shares held	Number of shares held
<b>Equity Shares with Voting Rights:</b>		
Life Insurance Corporation of India	<u>3,00,00,000</u>	<u>3,00,00,000</u>

### NOTE 3 : RESERVE & SURPLUS

Particulars	31 March 2019 Amount in ₹	31 March 2018 Amount in ₹
Opening Balance	5,29,98,828	3,98,64,358
(+) Additions: Profit for the year	1,40,00,103	1,31,34,470
	<u>6,69,98,931</u>	<u>5,29,98,828</u>

**NOTE 4 : DEFERRED TAX LIABILITIES (NET)**

Particulars	31 March 2019 Amount in ₹	31 March 2018 Amount in ₹
Opening Balance	1,17,772	70,395
(+) Additions (due to the difference in depreciation as per Companies Act and as per income Tax Act)	-	47,377
(-) Deductions:(due to the difference in depreciation as per Companies Act and as per income Tax Act)	(1,17,772)	-
	-	1,17,772

**NOTE 5 : OTHER CURRENT LIABILITIES**

Particulars	31 March 2019 Amount in ₹	31 March 2018 Amount in ₹
Other payables		
TDS payable	1,80,139	2,04,767
GST payable	14,37,115	9,12,085
Pais Auto Ltd	-	38,316
LIC of India	9,78,53,917	8,49,31,414
	<b>9,94,71,171</b>	<b>8,60,86,582</b>

**NOTE 6 : SHORT-TERM PROVISIONS**

Particulars	31 March 2019 Amount in ₹	31 March 2018 Amount in ₹
<b>Provision for employee benefits</b>		
Provision for gratuity	4,85,237	3,87,996
	4,85,237	3,87,996
<b>Provision - Others:</b>		
Provision for tax	1,10,52,808	1,07,00,000
Outstanding Expenses	27,41,801	26,65,235
	1,37,94,609	1,33,65,235
	<b>1,42,79,846</b>	<b>1,37,53,231</b>



## Note 7 : Fixed Assets

A. Tangible Assets

Amount in ₹

Sr. No	Particulars	Life in years	Gross Block				Accumulated Depreciation				Net Block	
			Balance as at 1st April, 2018	Addition during the year	Deduction during the year	Balance as at 31st March, 2019	Balance as at 1st April, 2018	Addition during the year	Deduction during the year	Balance as at 31st March, 2019	WDV as on 31.03.2019	WDV as on 31.03.2018
1	Furnitures & Fixtures	10	5,98,453	-	-	5,98,453	3,92,184	1,05,486	-	4,97,670	1,00,783	2,06,269
2	Office Equipment	5	4,18,321	1,95,906	-	6,14,227	2,09,136	99,076	-	3,08,212	3,06,015	2,09,185
3	Computer											
	a. Servers	6	5,52,794	-	-	5,52,794	3,35,183	91,272	-	4,26,455	1,26,339	2,17,611
	b. End Users	3	11,52,771	-	-	11,52,771	10,96,508	56,263	-	11,52,771	-	56,263
	<b>Total</b>		<b>27,22,339</b>	<b>1,95,906</b>	<b>-</b>	<b>29,18,245</b>	<b>20,33,011</b>	<b>3,52,098</b>	<b>-</b>	<b>23,85,109</b>	<b>5,33,136</b>	<b>6,89,328</b>
	<b>Previous Year</b>		<b>26,13,063</b>	<b>1,09,276</b>	<b>-</b>	<b>27,22,339</b>	<b>15,51,291</b>	<b>4,81,720</b>	<b>-</b>	<b>20,33,011</b>	<b>6,89,328</b>	<b>-</b>

B. Intangible Assets

Amount in ₹

Sr. No	Particulars	Life in years	Gross Block				Accumulated Amortisation				Net Block	
			Balance as at 1st April, 2018	Addition during the year	Deduction during the year	Balance as at 31st March, 2019	Balance as at 1st April, 2018	Addition during the year	Deduction during the year	Balance as at 31st March, 2019	WDV as on 31.03.2019	WDV as on 31.03.2018
1	Computer Software	3	21,57,913	-	-	21,57,913	6,34,567	7,19,304	-	13,53,871	8,04,042	15,23,346
	<b>Total</b>		<b>21,57,913</b>	<b>-</b>	<b>-</b>	<b>21,57,913</b>	<b>6,34,567</b>	<b>7,19,304</b>	<b>-</b>	<b>13,53,871</b>	<b>8,04,042</b>	<b>15,23,346</b>
	<b>Previous Year</b>		<b>20,48,695</b>	<b>11,09,218</b>	<b>-</b>	<b>31,57,913</b>	<b>7,84,523</b>	<b>8,50,044</b>	<b>-</b>	<b>16,34,567</b>	<b>15,23,346</b>	<b>-</b>

**NOTE 8 : LONG TERM / SHORT TERM LOANS AND ADVANCES**

	Long Term		Short Term	
	2019	2018	2019	2018
	Amount in ₹	Amount in ₹	Amount in ₹	Amount in ₹
<b>Security Deposits</b>				
SECURITY DEPOSIT FOR PREMISES	12,000	12,000	-	-
SECURITY DEPOSIT FOR ELECTRICITY	62,500	62,500	-	-
SECURITY DEPOSIT FOR DEMAT OF SHARES	1,50,000	-		
	<b>2,24,500</b>	<b>74,500</b>	-	-

**NOTE 9: OTHER NON CURRENT ASSETS**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
<u>Bank Balances</u>		
Fixed Deposit with banks with maturity more than 12 months (Note: FD of Rs 30 lacs held as a continuing security against the Performance Bank Guarantee of ₹ 30 lacs issued by Development Credit Bank on behalf of LIC Pension Fund Ltd in favour of PFRDA)	16,44,01,126	24,74,01,126
Deferred Tax Asset	2,76,409	-
	<b>16,46,77,535</b>	<b>24,74,01,126</b>

**NOTE 10 : TRADE RECEIVABLES**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
Less than six months Unsecured, considered good NPS Trustees A/c	2,41,15,838	1,83,31,063
	<b>2,41,15,838</b>	<b>1,83,31,063</b>

**NOTE 11: CASH AND CASH EQUIVALENTS**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
Balance with banks	1,62,934	12,947
Fixed Deposits with Scheduled banks with Maturity less than 12months (Note: FD of Rs 20 lacs held as a continuing security against the Performance Bank Guarantee of ₹ 20 lacs issued by TamilNad Mercantile Bank on behalf of LIC Pension Fund Ltd in favour of PFRDA)	23,25,00,000	11,97,00,000
	<b>23,26,62,934</b>	<b>11,97,12,947</b>

**NOTE 12: OTHER CURRENT ASSETS**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
<u>Accruals</u>		
Interest accrued on deposits	3,40,90,229	4,66,67,111
<u>Others</u>		
Advance tax / TDS	2,25,14,548	1,77,35,469
Cenvat Credit	3,03,040	1,35,132
Prepaid Expenditure	8,24,146	6,86,391
	<b>5,77,31,963</b>	<b>6,52,24,103</b>

**NOTE 13 : REVENUE FROM OPERATIONS**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
<b>Management Fees</b>	<b>8,14,47,250</b>	<b>6,30,33,628</b>

**NOTE 14 : OTHER INCOME**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
<u>Interest from banks</u>		
on deposits	3,32,67,692	3,33,00,242
on SB a/c	1,45,623	1,46,225
Interest on income tax refund	2,27,478	-
	3,36,40,793	3,34,46,467
Miscellaneous income		-
Reimbursement of Legal fees received from NPS Trust	-	9,89,199
	<b>3,36,40,793</b>	<b>3,44,35,666</b>

**NOTE15 : EMPLOYEE BENEFIT EXPENSE**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
Salaries and Wages	2,72,95,739	2,30,95,595
Contribution to Provident Fund and Other Funds	24,34,583	21,04,566
Staff Welfare Expense	26,58,137	18,56,424
	<b>3,23,88,459</b>	<b>2,70,56,585</b>

**NOTE16 : ANNUAL FEES TO PFRDA**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
Annual Fees to PFRDA	3,50,65,132	2,63,54,624
	<b>3,50,65,132</b>	<b>2,63,54,624</b>

**NOTE 17: OTHER EXPENSES**

Particulars	2019	2018
	Amount in ₹	Amount in ₹
Electricity expenses	4,72,485	4,87,620
Office Rent	7,48,320	7,42,312
Payment to Auditors (Refer to note below)	11,76,375	11,72,234
Professional Services	3,65,000	3,00,000
Board Meeting & Other Committee Exp	3,35,077	2,68,143
Brokerage charges- Pvt Sector	18,71,398	12,66,937
Brokerage charges- Govt Sector	1,10,33,382	1,04,27,834
Directors Travelling expenses	90,707	65,207
Disaster Recovery Management expenses	11,34,000	12,02,040
Gifts and momemtos	4,95,000	-
Mfund AMC	8,49,616	6,38,592
Printing & Stationary	3,06,319	3,83,151
Rent for Company car	6,16,588	8,18,883
Hardware and Software exp	47,69,149	35,81,917
Recruitment /Supply Agency Servcie	6,92,984	6,18,769
Sitting fees	3,90,000	5,50,700
Sect. Consultancy & Sect. expenses	1,45,777	3,34,575
Subscription to Newspaper & journals	43,984	35,360
Travelling expenses	3,78,260	3,29,309
Valuation Services	2,70,566	2,77,463
Entertainment expenses	1,76,673	1,37,541
Mobile Phone charges	24,783	49,266
Office Up keep	99,763	80,581
Repairs and Maintenance	74,370	1,56,368
STP charges for Equity dealing	62,730	60,858
Telephone charges	2,07,125	1,93,605
Interest on service tax	78,880	-
Penalty on service tax	7,720	-
Miscellaneous expenses	3,50,373	2,65,209
	<b>2,72,67,404</b>	<b>2,44,44,474</b>
<b>Note:</b>		
Payment to auditor comprises of:		
NPS Audit Scheme Fees	10,20,000	10,16,234
Statutory Audit Fees	56,000	56,000
Tax Audit & Consultancy Fees	1,00,375	1,00,000
	11,76,375	11,72,234

## NOTES TO FINANCIAL STATEMENTS

- 1) Contingent Liability of ₹ 20 lakh in respect of Performance Bank Guarantee issued by Tamilnad Mercantile Bank Limited on behalf of LIC Pension Fund Limited to Pension Fund Regulatory Development Authority (PFRDA) for managing private sector pension funds.
- 2) Contingent Liability towards Performance Bank Guarantee provided by the LIC of India (Sponsor) issued by HDFC Bank Ltd on behalf of the Company - ₹ 20 lakh.
- 3) Additional Contingent Liability of ₹ 30 lakh in respect of Performance Bank Guarantee issued by Development Credit Bank Limited on behalf of LIC Pension Fund Limited to Pension Fund Regulatory Development Authority (PFRDA) for increase in AUM of private sector funds..
- 4) Employee cost represents the amount to be reimbursed by the Company to Life Insurance Corporation of India in respect of employees posted to the Company.
- 5) In the opinion of the Board, current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.
- 6) The segment reporting disclosure as required by Accounting Standard-17 on “Segment Reporting” issued by the Institute of Chartered Accountants of India is not applicable, since the company has a single reportable business segment of providing asset management services as per the Pension Fund Regulatory and Development Authority Regulations.
- 7) Related Party Disclosure

Related Party disclosures as required by AS – 18 “Related Party Disclosures” are given below:

- (a) Name of Related Parties and Nature of Relationship where control exist:

Sr. No.	Related Party	Nature of Relationship
1.	Life Insurance Corporation of India	Promoter / Sponsor of the entity
2.	Ms. Priti Panwar	Key Management Personnel

- (b) Details of Transactions with related parties ( P.Y. figures are shown in bracket)

(Amt in ₹)

Nature of Transaction	Life Insurance Corporation of India	Smt. Priti Panwar
Reimbursement towards expenses on staff posted to the Company	3,23,88,459 (2,70,56,585)	
Reimbursement towards fixed Assets	1,95,906 (12,18,494)	
Sale/Transfer of Fixed assets	NIL NIL	
Payment made towards reimbursement of expenses	8,49,31,414 (7,04,43,204)	
Remuneration	-	26,50,268 (1,67,898)*
Amount Payable – Other current liabilities	9,78,53,917 (8,49,31,414)	

\*Ms Priti Panwar, MD & CEO appointed by the Board of Directors of LIC PFL w.e.f. 10.3.2018.

Above mentioned related parties are identified by the management as per Accounting Standard (AS – 18) “Related Party Disclosures” issued by the Institute of Chartered Accountants of India and relied upon by the auditors.



- 8) In accordance with Accounting Standard 20 “Earnings per Share” issued by the Institute of Chartered Accountants of India, the required disclosure is given below.

Particulars	Year ended 31.03.2019	Year ended 31.03.2018
Net profit attributable to shareholder (₹)	1,40,00,103	1,31,34,470
Number of equity shares	3,00,00,000	3,00,00,000
Basic and Diluted earnings per share (in ₹)	0.47	0.44
Face Value	10	10

- 9) Auditors’ Remuneration

Particulars	Year ended 31.03.2019 (₹)*	Year ended 31.03.2018 (₹)*
Statutory Audit Fees	56,000	56,000
Other matters	-	-
Total	56,000	56,000

\*Exclusive of GST

- 10) For the financial year 2019-20 Management fee was charged @ 0.0102% on funds managed for Government Sector including Atal Pension Yojna and excluding Corporate CG Scheme. Management Fees for Private Sector Scheme and Corporate CG Scheme is 0.01%.
- 11) The Projector purchased by the Company in August 2014 is grouped under Computers in Fixed Asset Schedule where the useful life is 6 years. Though the useful life of Projecting Equipment is 13 years as a matter of prudence the same is grouped under the head Computers.
- 12) Figures of the previous period have been re-grouped, re-arranged wherever necessary.
- 13) Expenses incurred in Foreign Currency on account of Travelling: NIL
- 14) Earning in foreign Currency: NIL
- 15) Value of Imports of CIF Basis : NIL

**As per our report of even date attached**

**Chetan Shah & Co.**  
Chartered Accountants

**DIRECTOR**  
**Shri. Jagdish Capoor**  
DIN:00002516

**MANAGING DIRECTOR & CEO**  
**Ms. Priti Panwar**  
DIN: 08072073

**Shri. Chetan Shah**  
Partner  
Membership No. : 036366  
Firm Reg. No. : 101781W

**COMPANY SECRETARY**  
**Shri. Avinash Abhyankar**  
Membership No :A19923

**CFO**  
**Ms. Anjali Desai**  
PAN : ABQPD9203M

**PLACE :** Mumbai

**DATE :** April 24 , 2019



**Induction of  
Shri M. R. Kumar as  
Chairman on the Board  
of LICPFL  
w.e.f. 08.04.2019**



**Induction of  
Shri T. C. Suseel Kumar  
as Director on the Board  
of LICPFL w.e.f. 08.04.2019**



**Felicitation of  
Ms. Priti Panwar,  
MD & CEO by Chairman  
Shri M.R. Kumar**





LIC Pension Fund Ltd.