

## Investment options under NPS

### Step 1

#### Choose any one Pension Fund Manager

1. ICICI Prudential Pension Fund
2. Kotak Mahindra Pension Fund
3. Reliance Capital Pension Fund
4. SBI Pension Fund
5. UTI Retirement Solutions Pension Fund
6. LIC Pension Fund Limited
7. HDFC Pension Management Company Limited

### Step 2

Decide your Investment Choice: **Active Choice** or **Auto Choice**

#### Active Choice

You can manage your own portfolio by deciding the percentage of allocation in the asset classes given below:

1. **Equity:** A 'high return-high risk' fund that invests predominantly in equity
2. **Corporate Debt:** A 'medium return-medium risk' fund that invests predominantly in fixed income bearing instruments
3. **Government Securities:** A 'low return-low risk' fund that invests purely in Government Securities.

However, you can invest upto 50% in Equity. There is no restriction on investments in Corporate Debt and Government Securities

#### Auto Choice

Go with **Auto Choice** and let the Life cycle fund matrix designed by experts decide how your money will get invested. The life cycle fund matrix which is based on age and risk taking capacity of an individual is given below;

| <u>Age</u>       | <u>Asset Class E</u> | <u>Asset Class C</u> | <u>Asset Class G</u> |
|------------------|----------------------|----------------------|----------------------|
| Up to 35 years   | 50%                  | 30%                  | 20%                  |
| 36 years         | 48%                  | 29%                  | 23%                  |
| 37 years         | 46%                  | 28%                  | 26%                  |
| 38 years         | 44%                  | 27%                  | 29%                  |
| 39 years         | 42%                  | 26%                  | 32%                  |
| 40 years         | 40%                  | 25%                  | 35%                  |
| 41 years         | 38%                  | 24%                  | 38%                  |
| 42 years         | 36%                  | 23%                  | 41%                  |
| 43 years         | 34%                  | 22%                  | 44%                  |
| 44 years         | 32%                  | 21%                  | 47%                  |
| 45 years         | 30%                  | 20%                  | 50%                  |
| 46 years         | 28%                  | 19%                  | 53%                  |
| 47 years         | 26%                  | 18%                  | 56%                  |
| 48 years         | 24%                  | 17%                  | 59%                  |
| 49 years         | 22%                  | 16%                  | 62%                  |
| 50 years         | 20%                  | 15%                  | 65%                  |
| 51 years         | 18%                  | 14%                  | 68%                  |
| 52 years         | 16%                  | 13%                  | 71%                  |
| 53 years         | 14%                  | 12%                  | 74%                  |
| 54 years         | 12%                  | 11%                  | 77%                  |
| 55 years & above | 10%                  | 10%                  | 80%                  |