



NEWSLETTER ^{Weekly}

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RESERVE BANK OF INDIA

1. Regulation of Payment Aggregators - Timeline for submission of applications for authorisation - Review

Reserve Bank of India in exercise of powers conferred under Section 10 (2) read with Section 18 of the PSS Act, 2007. vide notification dated 28.07.2022, online non-bank Payment Aggregators (PAs) - existing as on March 17, 2020 - were required to apply to RBI by September 30, 2021 for seeking authorisation under the Payment and Settlement Systems Act, 2007 (PSS Act). It has since been decided to allow another window to all such PAs to apply to RBI.

Notification can be accessed from here:

<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/DPSSPAEFC52AD41C31435A989102EAF6434107.PDF>

2. Restriction on Storage of Actual Card Data [i.e. Card-on-File (CoF)]

Reserve Bank of India in exercise of powers conferred under Section 10 (2) read with Section 18 of the Payment and Settlement Systems Act, 2007, vide notification dated 28.07.2022, has decided that no entity in the card transaction/payment chain, other than the card issuers and/or card networks, shall store CoF data, and any such data stored previously shall be purged.

Notification can be accessed from here:

<https://rbidocs.rbi.org.in/rdocs/notification/PDFs/DPSSPAEFC52AD41C31435A989102EAF6434107.PDF>

SECURITIES AND EXCHANGE BOARD OF INDIA

1. Settlement of Running Account of Client's Funds lying with Trading Member (TM)

SEBI in exercise of powers conferred under Section 11(1) of the Securities and Exchange Board of India Act, 1992, vide circular dated 27.07.2022, has issued the guidelines for settlement of running account of client's funds / securities.

Circular can be accessed from here:

<https://www.sebi.gov.in/legal/circulars/jul-2022/settlement-of-running-account-of-client-s-funds-lying-with-trading-member-tm- 61222.html>

2. Nomination for Mutual Fund Unit Holders – Extension of timelines

SEBI in exercise of powers conferred under Section 11 (1) of the Securities and Exchange Board of India Act, 1992, read with the provision of Regulation 77 of SEBI (Mutual Funds) Regulations, 1996, vide circular dated 29.07.2022, has mandated submission of nomination details/declaration for opting out of nomination for investors subscribing to mutual fund units on or after August 1, 2022.

Circular can be accessed from here:

https://www.sebi.gov.in/legal/circulars/jul-2022/nomination-for-mutual-fund-unit-holders-extension-of-timelines_61395.html

3. Framework for automated deactivation of trading and demat accounts in cases of inadequate KYCs

SEBI in exercise of powers conferred under Section 11(1) of the Securities and Exchange Board of India Act, 1992, vide circular dated 29.07.2022, has mandated that all MIIs shall deactivate all trading and demat accounts in cases of inadequate KYCs.

Circular can be accessed from here:

https://www.sebi.gov.in/legal/circulars/jul-2022/framework-for-automated-deactivation-of-trading-and-demat-accounts-in-cases-of-inadequate-kycs_61407.html

You may send your suggestions at sukriti@asalegal.in

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