

Circular No.: NSDL/POLICY/DDP/2022/0001

January 05, 2022

Subject: Publishing of Investor Charter and Disclosure of Complaints by Custodians and DDPs on their websites.

Attentions of Participants who are registered with SEBI as Designated Depository Participants (DDPs) / Custodian of Securities (Custodians) is invited to SEBI circular no. SEBI/HO/FPIC/P/CIR/2021/691 dated December 17, 2021 (copy enclosed) regarding Publishing of Investor Charter and Disclosure of Complaints by Custodians and DDPs on their websites.

DDPs/Custodians are requested to take note of the same and ensure compliance.

For and on behalf of

National Securities Depository Limited
**Gayak Jalan
Manager**

Enclosed: One

FORTHCOMING COMPLIANCE

Particulars	Deadline	Manner of sending	Reference
Investor Grievance Report (Monthly)	By 10th of the following month.	Through e-PASS	Circular No. NSDL/POLICY/2015/0096 dated October 29, 2015
Networth Certificate and Audited Financial Statements for the FY 2020-21	January 15th, 2022	By hard copy to Inspection Department	1. Circular No. NSDL/PI/98/414 dated September 1, 1998 2. Circular No. NSDL/POLICY/2021/0104 dated October 08, 2021
Compliance Certificate (July - December)	January 31, 2022	Through e-PASS	Circular No. NSDL/POLICY/2020/0152 dated November 19, 2020.
Artificial Intelligence /Machine Learning Reporting Form (if offering or using such technologies as defined) - (Quarterly)	By 15th of the following month.	Through e-PASS	1. Circular No. NSDL/POLICY/2019/0016 dated March 27, 2019 2. Circular No. NSDL/POLICY/2021/0102 dated October 04, 2021
Cyber Security & Cyber Resilience framework of Depository Participants - (Quarterly)	By 15th of the following month	Through e-PASS	1. Circular No. NSDL/POLICY/2019/0076 dated November 13, 2019. 2. Circular no. NSDL/POLICY/2020/0069 dated May 15, 2020.
Reporting of status of the alerts generated by Participants- (Quarterly)	By 15th of the following month	Through e-PASS	NSDL/POLICY/2021/0072 dated July 15, 2021 NSDL/POLICY/2022/001 dated January 03, 2022

National Securities Depository Limited

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Corporate Identity Number: U74120MH2012PLC230380



CIRCULAR

SEBI/HO/FPIC/P/CIR/2021/691

December 17, 2021

To,

All Custodians
All Designated Depository Participants (DDPs)

Dear Sir / Madam,

Subject: Publishing of Investor Charter and Disclosure of Complaints by Custodians and DDPs on their websites

1. In order to facilitate awareness among investors about the details of activities carried and services provided by Custodians and Designated Depository Participants (DDPs), SEBI after due consultation has developed Investor Charters for Custodians and DDPs which inter-alia deals with services provided to investors with timelines and general guidance for Investors.
2. In this regard, all the registered Custodians and DDPs shall take necessary steps to bring the Investor Charter, as provided in “**Annexure-A**” to this circular, to the notice of their clients and ensure that the Investor Charter is prominently displayed on their respective website for ease of accessibility of investors.
3. Additionally, in order to bring about transparency in the Investor Grievance Redressal Mechanism, it has been decided that all Custodians and DDPs shall disclose on their respective websites, the monthly data on complaints received and redressal thereof, latest by 7th of succeeding month, as per the format provided in “**Annexure- B**” to this circular.
4. The provisions of this circular shall come into effect from **January 01, 2022**.



भारतीयप्रतिभूतिऔरविनिमयबोर्ड
Securities and Exchange Board of India

5. The Circular is issued in exercise of the powers conferred under Section 11(1) of the Securities and Exchange Board of India Act, 1992, to protect the interest of investors in securities and to promote the development of, and to regulate the securities market.
6. This Circular is available at www.sebi.gov.in under the link “Legal→Circulars”.

Yours faithfully,

Chandrakanta Mitra
Deputy General Manager
Email-id: cmitra@sebi.gov.in



ANNEXURE- A

INVESTOR CHARTER - CUSTODIAN

VISION STATEMENT:

“To make India an investor friendly country through efficient Regulations”.

MISSION STATEMENT:

“To serve all investors by promoting the highest standards of ethics, professional excellence and investor protection”.

TIMELINES PERTAINING TO VARIOUS SERVICES PROVIDED BY CUSTODIAN

S.No.	Type of Service	Expected Timelines*
1	Account Opening	
	(a) Opening Custody Accounts	Within 15 working days
2	Trade Processing	
	(a) Pre-matching, Confirmations, Margin / Funding verification	Within the Market timelines
	(b) Settlements	within 24 hours of receipt of Securities/ Cash
3	Safekeeping of Assets / Reports to Client	within 24 hours of receipt of Securities
4	Breach of Foreign Ownership Limit	within 24 hours
5	Asset Servicing	
	(a) Corporate action notification	Within 48 hours
	(b) Processing of client's instructions for the event	within Market timelines
	(c) Settlements	Within 48 hours
	(d) Proxy Voting / E-Voting / Postal Ballot	within Market timelines
6	Monthly Portfolio Report to client with list of Assets	Within 7 working days
7	Client Queries	Acknowledgment or Response within 48 hours
8	Grievance Redressal	Acknowledgment within 48 hours and redress within 30 days

* above timelines will apply to cases where documents/information is complete in all respects



General Guidance for Investors:

S.No.	Guidance
1	Provide Complete, Accurate and Latest information for Account Opening.
2	Investors are solely responsible for any investment activity undertaken on the market.
3	Ensure all investments and investment related activities are in compliance with applicable rules and regulations
4	Investors have Right of Fair and Equitable Treatment and Confidentiality of Information as per SEBI (Custodian) Regulations, 1996
5	Investors have Right to expect Redressal of Grievances in a timebound manner and ensure to collect contact details of key personnel for Escalation and Resolution of grievances
6	Adhere to all the rules, regulations, investment limits / conditions prescribed by the Regulators and Government of India.

Grievance Redressal Mechanism

- Approach the Custodian at the designated Investor Grievance e-mail ID with complete details of complaints for redressal of investor grievances in a time bound manner.
- The complaint not redressed at Custodian level, may be lodged with SEBI on SCORES (a web based centralized investor grievance redressal mechanism at SEBI) @ <https://www.scores.gov.in/scores/Welcome.html>



INVESTOR CHARTER - DESIGNATED DEPOSITORY PARTICIPANTS

VISION STATEMENT:

“To make India an investor friendly country through efficient Regulations”.

MISSION STATEMENT:

“To serve all investors by promoting the highest standards of ethics, professional excellence and investor protection”.

TIMELINES PERTAINING TO VARIOUS SERVICES PROVIDED BY DDP

S.no.	Type of Service	Expected Timelines *									
1	FPI registration										
	(a) Fresh Registration	Within 30 days									
	(b) Renewal of FPI Registration	Within 15 days									
	(c) Surrender of FPI Registration	Within 10 working days of receipt of NOC from SEBI									
2	Change in DDP cum Custodian	Within 30 days of receipt of approval from incoming DDP									
3	Off-Market (Free of Payment) transfers permitted as per SEBI Operational Guidelines for FPIs, DDPs and EFls	Within 15 days									
4	KYC Review / Update	<table border="1"> <thead> <tr> <th>Jurisdiction</th> <th>FPI Category - I</th> <th>FPI Category - II</th> </tr> </thead> <tbody> <tr> <td>High Risk</td> <td>Registered under Reg. 5(a)(i) – During continuance of registration i.e. every 3 years. Others - Annually</td> <td>Annually</td> </tr> <tr> <td>Non-High Risk</td> <td>During continuance of registration i.e. every 3 years.</td> <td>Regulated entities during continuance of registration i.e. every 3 years. Others-Annually.</td> </tr> </tbody> </table>	Jurisdiction	FPI Category - I	FPI Category - II	High Risk	Registered under Reg. 5(a)(i) – During continuance of registration i.e. every 3 years. Others - Annually	Annually	Non-High Risk	During continuance of registration i.e. every 3 years.	Regulated entities during continuance of registration i.e. every 3 years. Others-Annually.
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* above timelines will apply to cases where application is complete in all respects



General Guidance for Investors:

S.No.	Guidance
1	Provide Complete, Accurate and Latest information for FPI registration.
2	Adhere to all the rules, regulations, investment limits / conditions prescribed by the Regulators and Government of India.
3	Sell or write-off securities holdings prior to expiry of the FPI registration in case the FPI wish to surrender its registration.
4	Inform Forthwith any changes in information or particulars pertaining the FPI registration.
5	Investors have Right of Fair and Equitable Treatment and Confidentiality of Information as per SEBI (FPI) Regulations, 2019 and SEBI Operational Guidelines for FPIs, DDPs and EFIs .
6	Investors have Right to expect Redressal of Grievances in a timebound manner and ensure to collect contact details of key personnel for Escalation and Resolution of grievances

Grievance Redressal Mechanism

- Approach the DDP at the designated Investor Grievance e-mail ID with complete details of complaints for redressal of investor grievances in a time bound manner.
- The complaint not redressed at DDP level, may be lodged with SEBI on SCORES (a web based centralized investor grievance redressal mechanism at SEBI) @ <https://www.scores.gov.in/scores/Welcome.html>



ANNEXURE- B

Format of Complaints against Custodians and DDPs to be displayed on their websites

A. Data for the Month ending -

S.No	Received from	Pending at the end of the last month	Received during the month	Resolved during the month*	Total Pending at the end of month **	Complaints Pending > 1 month	Average Resolution time^ (in days)
1	Directly from Investors						
2	SEBI (SCORES)						
3	Stock Exchanges (if relevant)						
4	Other Sources (if any)						
5	Grand Total						

B. Trend of Monthly disposal of complaints for the Financial Year-

SN	Month	Carried forward from previous month	Received during the month	Resolved during the month *	Pending at the end of the month **
1	April 2021				
2	May 2021				
				
12	March 2022				
	Grand Total				

* Inclusive of complaints of previous months resolved in the current month.

** Inclusive of complaints pending as on the last day of the month.

^ Average Resolution time is the sum total of time taken to resolve each complaint in days, in the current month divided by total number of complaints resolved in the current month.

C. Trend of Annual (FY) disposal of complaints (For 3 years on rolling basis)-

SNo	Year	Carried forward from previous year	Received during the year	Resolved during the year	Pending at the end of the year
1	2019-20				
2	2020-21				
3	2021-22				
	Grand Total				