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***Reserve Bank of India vide notification dated May 31, 2021 has issued guidelines for Investment by Foreign Portfolio Investors (FPI) in Government Securities: Medium Term Framework (MTF)***

- RBI vide notification dated May 31, 2021 has issued guidelines for Investment by Foreign Portfolio Investors (FPI) in Government Securities: Medium Term Framework (MTF).
- The limits for FPI investment in Government securities (G-secs) and State Development Loans (SDLs) shall remain unchanged at 6% and 2% respectively, of outstanding stocks of securities for FY 2021-22.
- The allocation of incremental changes in the G-sec limit (in absolute terms) over the two sub-categories – ‘General’ and ‘Long-term’ – shall be retained at 50:50 for FY 2021-22.
- The said notification is attached.

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***Securities Exchange Board of India vide notification dated June 03, 2021 has issued directives for Enhancement of Overseas Investment limits for Mutual Funds***

- SEBI vide notification dated June 03, 2021 has issued directives for Enhancement of Overseas Investment limits for Mutual Funds.
- Mutual Funds can make overseas investments subject to a maximum of US \$ 1 billion per Mutual Fund, within the overall industry limit of US \$ 7 billion.
- Mutual Funds can make investments in overseas Exchange Traded Fund (ETF(s)) subject to a maximum of US \$ 300 million per Mutual Fund, within the overall industry limit of US \$ 1 billion.

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***Securities Exchange Board of India vide circular dated June 02, 2021 has issued guidelines for Streamlining the process of IPOs with UPI in ASBA and redressal of investor grievances***

- SEBI vide notification dated June 02, 2021 has issued guidelines for Streamlining the process of IPOs with UPI in ASBA and redressal of investor grievances.
- SEBI vide Circular No. SEBI/HO/CFD/DIL2/CIR/P/2021/2480/1/M dated March 16, 2021 (hereinafter referred to as “the circular”), which came into effect from May 01, 2021 had put in place measures to have a uniform policy to further streamline the processing of ASBA applications through UPI process among intermediaries/SCSBs and also provided a mechanism of compensation to investors.
- The implementation timelines for the provisions of “the circular” for SMS Alerts shall become effective from January 01, 2022.
- The circular is attached.

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***Securities Exchange Board of India vide circular dated June 01, 2021 has issued guidelines for Off-market transfer of securities by Foreign Portfolio Investors***

- SEBI vide circular dated June 01, 2021 has issued guidelines for Off-market transfer of securities by Foreign Portfolio Investors.
- The Finance Act, 2021 provides tax incentives for relocating foreign funds to International Financial Services Centre (IFSC) in order to make the IFSC in GIFT City a global financial hub.
- It has been decided that a FPI (‘original fund or its wholly owned special purpose vehicle’) may approach its DDP for approval of a one-time ‘off-market’ transfer of its securities to the ‘resultant fund’. The terms ‘original fund’, ‘relocation’ and



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'resultant fund' will have the same meaning as assigned to them under the Finance Act, 2021.

- The DDP after appropriate due diligence may accord its approval for a one-time 'off-market' transfer of securities for such relocation.
- The 'off-market' transfer shall be allowed without prejudice to any provisions of tax laws and FEMA.

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***Securities Exchange Board of India vide circular dated May 31, 2021 has issued Relaxation in compliance with requirements pertaining to Alternative Investment Funds (AIFs) and Venture Capital Funds (VCFs)***

- SEBI vide circular dated May 31, 2021 has issued Relaxation in compliance with requirements pertaining to AIFs and VCFs.
- It has been decided to extend the due dates for regulatory filings by AIFs and VCFs, during the period ending March 2021 to July 2021 as prescribed under SEBI (Alternative Investment Funds) Regulations, 2012 and circulars issued there under. AIFs and VCFs may submit regulatory filings for the aforesaid periods, as applicable, on or before September 30, 2021.

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***Securities Exchange Board of India vide circular dated May 31, 2021 has issued new Format of compliance report on Corporate Governance by Listed Entities***

- SEBI vide circular dated May 31, 2021 has issued new Format of compliance report on Corporate Governance by Listed Entities.
- As per the provisions of Regulation 27(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), a listed entity is required to submit a quarterly compliance report on corporate governance in the format specified by the Board from time to time to recognized Stock Exchange(s).



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- The format of disclosure in this regard of the said report shall be effective from financial year 2021-22.
- This circular supersedes the aforementioned SEBI Circulars dated September 24, 2015 and July 16, 2019.

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