

KRA CIRCULAR

KARVY/OPS/INTERM/GENRL/24-004

March 30, 2024

Verification of Non Aadhaar/Deemed OVD Records

This has reference to SEBI Master Circular No. SEBI/HO/MIRSD/SECFATF/P/CIR/2023/169 dated October 12, 2023 on KYC norms for the securities market, stating that SEBI had extended the deadline from December 31, 2023 to March 31, 2024 for updating existing KYC records and indicated that failure to update KYC records by March 31, 2024 would result in such records being treated as invalid, and investors will not be allowed to transact in the securities market.

SRIs are informed that considering the representations received from industry bodies and in the larger interest of investors, SEBI has decided for such older KYC cases (i.e. Non Aadhaar based KYC records lodged upto August 2023), where the KYC record meets the PAN – Aadhaar seeding validation (where applicable and already implemented w.e.f. July 01, 2023) and Email / Mobile are validated by KRA and the KYC record is in verified (KYC Registered) status with KRA, such investors will be allowed to continue transacting in securities market with their existing intermediary. However, these investors would need to undergo fresh KYC as per the extant framework for getting on boarded with any new intermediary.

Accordingly, it may be noted that, such older KYC cases where email id /mobile number validation is not successful, such KYC records would need to be put '**ON HOLD**' in KRA system with effect from **April 01, 2024**.

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These cases formed part of list of KYC records, shared earlier by KRAs with Intermediaries, which are likely to go “On Hold” w.e.f. April 01, 2024.

Intermediary queries related to this communique may be addressed to kra@karvy.com or contact KARVY helpdesk on 8121096850 / 8019355102.

Regards

Sd/-

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Compliance Officer