

Info Capsule

Monday
May 24, 2021

President : CS Nagendra D. Rao

Vice President : CS Devendra V. Deshpande

❖ **Banking and Insurance**

- **Relaxation in timeline for compliance with various payment system requirements (May 21, 2021)**

Keeping in view the resurgence of the COVID-19 pandemic and the representations received from various bank and non-bank entities, it has been decided to extend the timeline prescribed for compliance in respect of a few areas.

For details:

<https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=12095&Mode=0>



**THE INSTITUTE OF
Company Secretaries of India**

भारतीय कम्पनी सचिव संस्थान

IN PURSUIT OF PROFESSIONAL EXCELLENCE

Statutory body under an Act of Parliament

(Under the jurisdiction of Ministry of Corporate Affairs)

- **589th Meeting of Central Board of the Reserve Bank of India (May 21, 2021)**

The 589th meeting of the Central Board of Directors of Reserve Bank of India was held on May 21, 2021 under the Chairmanship of Shri Shaktikanta Das, Governor, through video conferencing. The Board in its meeting reviewed the current economic situation, global and domestic challenges and recent policy measures taken by the Reserve Bank to mitigate the adverse impact of the second wave of COVID-19 on the economy. With the change in the Reserve Bank's accounting year to April-March (earlier July-June), the Board discussed the working of the Reserve Bank of India during the transition period of nine months (July 2020-March 2021) and approved the Annual Report and accounts of the Reserve Bank for the transition period.

The Board also approved the transfer of ₹99,122 crore as surplus to the Central Government for the accounting period of nine months ended March 31, 2021 (July 2020-March 2021), while deciding to maintain the Contingency Risk Buffer at 5.50%.

For details:

https://rbi.org.in/Scripts/BS_PressReleaseDisplay.aspx?prid=51617

❖ *Securities Laws and Capital Market*

SEBI Circular

• **Enhancement of overall limit for overseas investment by Alternative Investment Funds (AIFs)/Venture Capital Funds (VCFs) (May 21, 2021)**

In consultation with the Reserve Bank of India, the SEBI has revised the overseas investment limit for Alternative Investment Funds (AIFs) and Venture Capital Funds (VCFs) from \$750 million to \$1.5 billion. Further, all other regulations governing such overseas investment by eligible AIFs/VCFs shall remain unchanged.

For details:

https://www.sebi.gov.in/legal/circulars/may-2021/enhancement-of-overall-limit-for-overseas-investment-by-alternative-investment-funds-aifs-venture-capital-funds-vcfs_50219.html

SEBI Adjudication Orders (May 21, 2021)

<i>S. No.</i>	<i>Name of Entity on which penalty is imposed</i>	<i>Alleged Violations</i>	<i>Penalty (in Rs.)</i>
1)	Indiabulls Venture Limited (currently known as Dhani Services Limited) (Noticee 1)	Noticee 1 failed to notify the period of closure of trading window during the UPSI period and Noticee 2 failed in his duty and responsibility of identifying the material event and to monitor adherence to the closure of window during the UPSI event thus, violated the provisions of Clause 4 of the Minimum Standards for Code of Conduct to Regulate, Monitor and Report Trading by Insiders as specified in Schedule B read with Regulation 9(1) of PIT Regulations and Clause (V) of the Company Code of Conduct adopted for Prevention of Insider Trading.	50 lakh
	Mr. Lalit Sharma (Compliance Officer) (Noticee 2)		5 lakh

For details:

https://www.sebi.gov.in/enforcement/orders/may-2021/adjudication-order-in-respect-of-ivl-and-mr-lalit-sharma-in-the-matter-of-indiabulls-venture-limited_50229.html

2)	Ms. Pia Johnson (Noticee 1)	<p>Noticees No. 1 in possession of or access to UPSI and Noticee No. 2 being husband to Noticee No. 1 is also found to be having access to said UPSI by having it procured in violation of Regulation 3(2) of the PIT Regulations. Since, the Noticees No. 1 and 2 have traded in the scrip of the Company, while in possession of said UPSI, the Noticee No. 1 has violated the provisions of Section 12A (d) & (e) of SEBI Act, 1992 & Regulation 3(1) and 4(1) of the PIT Regulations and Noticee No. 2 has violated the provisions of Section 12A (d) & (e) of SEBI Act, 1992 & Regulation 3(2) and 4(1) of the PIT Regulations, respectively.</p>	25 lakh
	Mr. Mehul Johnson (Noticee 2) (In the matter of Indiabulls Venture)		25 lakh
<p><i>For details:</i> https://www.sebi.gov.in/enforcement/orders/may-2021/adjudication-order-in-respect-of-ms-pia-johnson-and-mr-mehul-johnson-in-the-matter-of-indiabulls-venture-limited_50228.html</p>			
3)	22 Entities (In the matter of Marg Limited)	<p>The entities have not made any public announcement and have failed to comply with the order dated November 15, 2019. Moreover, the Noticees in their reply also not claimed to have made such public announcement.</p> <p>Therefore, it is established fact that the Noticees have not</p>	1 crore (to be payable jointly and severally by them)

		<p>complied with directions issued by SEBI vide order dated November 15, 2019 wherein it was mentioned that the Noticees were part of single group and were acting in concert and required to make a Mandatory Open Offer and Voluntary Open Offer and in terms of SEBI letter dated November 30, 2012, within a period of 45 days from the date of service of aforesaid order.</p>	
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For details:

https://www.sebi.gov.in/enforcement/orders/may-2021/adjudication-order-in-the-matter-of-marg-limited_50230.html

❖ Market Watch

Stock Market Indices as on 24.05.2021	
S & P BSE Sensex	50651.90 (+111.42)
Nifty 50	15197.70 (+22.40)

Foreign Exchange Rates as on 21.05.2021 (https://www.geojit.com/currency-futures/rbi-reference-rate)			
INR / 1 USD	INR / 1 GBP	INR / 1 EUR	INR / 1 JPY
73.06	103.35	89.15	0.67

Prepared by Directorate of Academics

For any suggestions, please write to academics@icsi.edu, or call at 01204082116

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