

Info Capsule

Wednesday
December 01, 2021

President : CS Nagendra D. Rao

Vice President : CS Devendra V. Deshpande

❖ **Securities Laws & Capital Markets**

SEBI Adjudication Order

In the matter of Crayon Capital Art Fund (November 30, 2021)

SEBI imposed penalty of Rs. 15 Lakh on three entities for setting up, sponsoring and operating an art fund scheme which qualified as a collective investment scheme in terms of Section 11AA of SEBI Act, without incorporating a collective investment management company duly registered with SEBI for this purpose and thus violated Regulation 12 (1B) of the SEBI Act read with Regulation 3 of the SEBI (Collective Investment Scheme) Regulations.

For details:

https://www.sebi.gov.in/enforcement/orders/nov-2021/adjudication-order-in-respect-of-crayon-capital-art-fund-gaurav-karan-and-amit-vadehra-in-the-matter-of-crayon-capital-art-fund_54335.html



**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)



❖ **Banking and Insurance**

- **RBI appoints an Advisory Committee to advise the Administrator of M/s Reliance Capital Ltd. (November 30, 2021)**

The Reserve Bank of India, on November 29, 2021 has superseded the board of directors of Reliance Capital Ltd. and appointed Shri Nageswara Rao Y, ex-Executive Director, Bank of Maharashtra, as the Administrator. The Reserve Bank has constituted a three-member Advisory Committee to assist the Administrator in discharge of his duties. It may also be mentioned that the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 provide for the concerned financial sector regulator appointing a Committee of Advisors to advise the Administrator in the operations of the financial service provider during the corporate insolvency resolution process.

For details:

https://rbi.org.in/Scripts/BS_PressReleaseDisplay.aspx?prid=52649

- **State Finances: A Study of Budgets of 2021-22 (November 30, 2021)**

The Reserve Bank of India (RBI) has released the report titled "State Finances: A Study of Budgets of 2021-22", an annual publication that provides information, analysis and an assessment of the finances of State governments for 2021-22 against the backdrop of actual and revised (or provisional accounts) outcomes for 2019-20 and 2020-21, respectively. The theme of this year's Report is "Coping with the Pandemic: A Third-Tier Dimension".

For details:

https://www.rbi.org.in/Scripts/BS_PressReleaseDisplay.aspx?prid=52651

- **Srei : Administrator admits Rs. 22,910 cr claims from banks (December 01, 2021)**

The Reserve Bank of India-appointed administrator has admitted total claims of Rs. 22,910.49 crore of commercial banks' on Srei Infrastructure Finance and its wholly-owned subsidiary Srei Equipment Finance, against the combined amount of Rs. 25,115.29 crore claimed by them. The Kolkata bench of the National Company Law Tribunal (NCLT) on October 8 gave its approval to start insolvency proceedings against Srei Infrastructure Finance and Srei Equipment Finance after the Reserve Bank of India (RBI) filed insolvency applications against them.

The central bank filed the insolvency petitions just after the Bombay High Court dismissed a writ petition filed by two promoters of Srei group challenging the RBI's decision to supersede the boards of these companies and initiate insolvency proceedings against them.

For details:

<https://www.financialexpress.com/industry/banking-finance/srei-administrator-admits-rs-22910-cr-claims-from-banks/2379455/>

❖ **Business and Economic News**

- **Parag Agrawal: India celebrates new Twitter CEO (November 30, 2021)**

India-born Parag Agrawal, who has been named the chief executive officer of Twitter, is making headlines in the country of his birth as many celebrate his appointment. The 37-year-old succeeded Twitter co-founder Jack Dorsey, who announced on Monday that he was stepping down. Mr Agrawal joined Twitter in 2011 and rose through the ranks to become the firm's Chief Technology Officer.

For details:

<https://www.bbc.com/news/world-asia-india-59472676>

- **Good news for pensioners! Government rolls out Unique Face Recognition Technology for life certificate (November 30, 2021)**

In order to make the process of life certificate easier for elderly pensioners, the government has rolled out Unique Face Recognition Technology. It will benefit crores of Pensioners across the country in providing Life Certificate by simply using Mobile App. The Face Recognition Technique of giving Life Certificate is a historic and far reaching reform, since it will touch the lives of not only 68 lakh central government pensioners but also crores of pensioners who fall outside the jurisdiction of this department such as EPFO, state government pensioners and others.

For details:

<https://www.zeebiz.com/personal-finance/news-good-news-for-pensioners-government-rolls-out-unique-face-recognition-technology-for-life-certificate-172008>

❖ Ethics and Governance News

• Governance, transparency in Indian banks weak by global standards: S&P (November 30, 2021)

Rating agency Standard and Poor's (S&P) on Tuesday said that while banks in India appear to have learnt lessons from bad-debt surges, their governance and transparency are weak by global standards. The lack of improvement in risk management and corporate governance in the coming growth cycle could produce a new crop of sour loans. More follow-through on governance reforms is required, especially for public sector banks, the rating agency said in a statement.

For details:

https://www.business-standard.com/article/finance/governance-transparency-in-indian-banks-weak-by-global-standards-s-p-121113000296_1.html

❖ Terminology for today

Black Box Model

A black box model, or more specifically a black box financial model, is a catch-all term used to describe a computer program designed to transform various data into useful investment strategies.

❖ Market Watch

Stock Market Indices as on 01.12.2021		Foreign Exchange Rates as on 30.11.2021 (https://www.geojit.com/currency-futures/rbi-reference-rate.aspx)			
S & P BSE Sensex	57684.79 (+619.92)	INR / 1 USD	INR / 1 EUR	INR / 1 GBP	INR/ 1 JPY
Nifty 50	17166.90 (+183.70)	74.96	84.54	99.86	0.66

Prepared by Directorate of Academics

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

Disclaimer : Although due care and diligence have been taken in preparation and uploading this info capsule, the Institute shall not be responsible for any loss or damage, resulting from any action taken on the basis of the contents of this info capsule. Anyone wishing to act on the basis of the material contained herein should do so after cross checking with the original source.

VISION
"To be a global leader in promoting
good corporate governance"

ICSII Motto
सत्यं वद। धर्मं चर।
इच्छते तेन सत्येन। अकरोते तेन चर।

MISSION
"To develop high calibre professionals
facilitating good corporate governance"

Connect with ICSI

www.icsi.edu | [f](#) [t](#) [in](#) [v](#) [@](#) | Online Helpdesk : <http://support.icsi.edu>