Circular No.: NSDL/POLICY/2017/0040 Date: June 30, 2017

Subject: SEBI Circular on Clarification to Enhanced Supervision Circular

Attention of Participants is invited to SEBI Circular No. SEBI/HO/MIRSD/MIRSD2/CIR/P/2016/95 dated September 26, 2016 [*NSDL Circular Nos. NSDL/POLICY/2016/0101 dated December 16, 2016 and NSDL/POLICY/2016/0083 dated October 4, 2016*] and Circular No. SEBI/HO/MIRSD/MIRSD2/CIR/P/2016/138 dated December 20, 2016 [*NSDL Circular No. NSDL/POLICY/2016/0105 dated December 29, 2016*] regarding enhanced supervision of stock brokers.

In this context, Participants are requested to take note of the following and ensure compliance:

1. SEBI has vide its Circular No. CIR/HO/MIRSD/MIRSD2/CIR/P/2017/64 dated June 22, 2017 issued clarification on the aforesaid SEBI circulars. Copy of the same is enclosed.

2. As informed to Participants vide NSDL Circular dated December 29, 2016, additional reason codes for off-market and Inter Depository Transfers and System validation for transfer of securities from 'Stock Broker-Client' account to 'Stock Broker-Proprietary' account will be made operational with effect from BOD of July 1, 2017 in eDPM system.

For any information / clarifications, Participants are requested to contact NSDL Help Desk at (022) 2499 4600 or email at helpdesk@nsdl.co.in.

For and on behalf of
National Securities Depository Limited

Ravindra Sahu
Senior 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
Compliance Certificate (January - June)	July 31st every year	Digitally signed compliance certificate by email at nsdl-bp-inspection@nsdl.co.in Alternatively, by hard copy to Inspection Department.	Circular No. NSDL/ POLICY/2006/0023 dated July 6, 2006 and Circular No. NSDL/POLICY/2010/0017 dated February 22, 2010

Digitally signed by
Name : Ravindra Sahu
Date : 6/30/2017 7:47:02 PM
Reason : Authentication