

Circular No.: NSDL/POLICY/2025/0166

December 19, 2025

Subject: Demat account of Hindu Undivided Family (HUF) jointly with Individual(s)

Attention of Participants is invited to the guidelines for opening HUF demat account as mentioned under point no. 1.2.9.1 (V) of NSDL Master Circular for Participants.

In this context, SEBI has, vide its letter dated August 13, 2025, allowed opening of HUF demat account **jointly** with individual joint holder/s in the normal course, based on the representation received from investors.

Participants are advised to take note that opening of demat accounts of HUF jointly with maximum two individual joint holder/s shall be permitted subject to the following conditions:

- a. Nomination facility is not permitted in case of HUF demat account held jointly, as HUF exists in perpetuity.
- b. On the demise of the Karta of the HUF, the new Karta will be appointed and the demat account will continue. In the event of demise of the third-party joint holder, the HUF will hold the account as surviving joint holder.
- c. In the event of partition of HUF (full or partial), securities may be transferred in the demat account held jointly in the name of partitioned coparcener as per the share of each coparcener upon partition and the other joint holder (i.e individual joint holder of HUF). Demat accounts of such co-parcener and joint holders may be a new or an existing demat account.
- d. In case the individual joint holder is not interested in opening multiple joint demat accounts, the partitioned coparcener(s) and the individual (joint holder) may amicably decide to open a joint account or apportion their share into their respective partitioned coparcener and the other joint holder separately.
- e. In case of full partition, the existing demat account of HUF will be closed as after partition, the HUF would cease to exist.

Participants are requested to note that **effective from December 15, 2025**, Participants have been facilitated to open demat accounts of HUF jointly with individual(s) upon receipt of such requests.



**For and on behalf of
National Securities Depository Limited**

**Rakesh Mehta
Vice President**

FORTHCOMING COMPLIANCE

Particulars	Deadline	Manner of sending	Reference
Investor Grievance Report (Monthly)	By 10th of the following month	Through e-PASS	Para 22 of 'Grievance Redressal' chapter and Para 27 of 'Internal Controls/Reporting to NSDL/SEBI' chapter of NSDL Master Circular for Participants
Compliance report w.r.t Same Mobile number and/ or email address captured for multiple accounts. (Monthly)	Before 27 th of following month	Through Email.	Para 23 of 'Miscellaneous' chapter of NSDL Master Circular for Participants.
VAPT for Second Half Yearly ending September 30 Submission - DP who is a Qualified Stock Brokers (QSBs) members	31st December	Through e-PASS	Circular No.: NSDL/POLICY/2025/0121 dated September 15, 2025

