

Circular No.: NDML/POLICY/2024-0003

March 28, 2024

Sub: Circular – Verification of Non Aadhaar/Deemed OVD KYC Records by KRAs

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 and furtherance to the NDML circular ref. no. NDML/POLICY/2023-0012 dated December 29 2023, informing SEBI Registered Intermediaries (SRIs) 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 31, 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 onboarded 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. Details of such records will be shared by KRAs with MIIs.

These KYC records already form part of list of KYC records, shared earlier by KRAs with SRIs which were informed to likely to go “On Hold” w.e.f. April 01, 2024.

In case of any assistance, please contact NDML KRA helpdesk on 022 - 4914 2600/01/02/04/05/06 or send email on info.kra@nsdl.com

For and on behalf of NSDL Database Management Limited

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Vijay Gupta
Senior Vice President