

Circular No.: NSDL/POLICY/2021/0106

October 12, 2021

Subject: Amendment to Bye Laws of NSDL.

Participants are hereby informed that amendment has been made to Bye Law 9.15 “Hold on Securities” of Bye Laws of NSDL as enclosed at **Annexure A**.

Participants are requested to take note of the above and ensure compliance.

For and on behalf of
National Securities Depository Limited

Chirag Shah
 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
Artificial Intelligence /Machine Learning Reporting Form (if offering or using such technologies as defined) - (Quarterly)	By 15th of the following month.	Through e-PASS	1. Circular No. NSDL/POLICY/2015/0096 dated October 29, 2015 2. Circular No. NSDL/POLICY/2021/0102 dated October 04, 2021
Cyber Security & Cyber Resilience framework of Depository Participants - (Quarterly)	By 15th of the following month	Through e-PASS	Circular no. NSDL/POLICY/2020/0069 dated May 15, 2020.
Risk Assessment Template (April - September)	October 31st, every year	Through e-PASS	1. Circular No. NSDL/POLICY/2015/0046 dated April 30, 2015 2. Circular No. NSDL/POLICY/2018/0050 dated September 25, 2018
Internal/ Concurrent Audit Report (April - September)	November 15th every year	Through e-PASS	Circular No NSDL/POLICY/2021/0048 dated May 11, 2021

Annexure A

9.15. HOLD ON SECURITIES

9.15.1. If a Client intends to record encumbrance, other than pledge or hypothecation, on securities owned by him, including any restriction on the free and marketable title to securities, by whatever name called, whether executed directly or indirectly; lien, negative lien, non-disposal undertaking or non-disposal agreement; or any covenant, transaction, condition or arrangement in the nature of encumbrance, by whatever name called, whether executed directly or indirectly; he shall make an application for creation of hold on the securities in the form and manner specified in the Business Rules to the Depository through the Participant, who has his account in respect of such securities.

9.15.2. Upon creation of hold on securities held by the Client in the demat account by the Depository, no transfer, pledge, hypothecation, encumbrance , lending, rematerialisation, or alienation of securities in any manner shall be permitted, unless the hold on securities is released in the form and manner specified in the Business Rules.