

Circular No.: NSDL/CIR/II/27/2021

Date: October 11, 2021

Sub: Systemic check using distinctive numbers database in corporate actions executed between depositories.

All Issuers / R & T Agents are hereby informed that it has been decided in consultation with SEBI to introduce systemic check using database of distinctive numbers while executing corporate action between depositories i.e., for any corporate actions where corporate action credits are to be effected in a depository after corporate action debits are successfully executed in the other depository. Therefore, NSDL DPM-SHR system is being enhanced to enable Issuers / R & T Agents to provide distinctive numbers while executing debit/credit corporate action using normal corporate action module.

Accordingly, Issuers/R&T Agents are advised as follows:

1. Issuer/R&T Agents shall ensure to use the details i.e., CA Type Code, Allotment Description Code and Flag for status of DN Range as specified in Annexure for specified corporate action transaction.
2. While executing debit corporate action in respect of accounts in NSDL, Issuer/R&T Agents shall provide details as per Annexure for specified debit corporate action transaction. Upon effecting of debits in respect of accounts in NSDL, the said information will be provided to CDSL through the DN database.
3. While executing credit corporate action in respect of accounts in NSDL consequent to debits effected in CDSL, the Issuer/R&T Agents shall provide the details as per Annexure for the credit corporate action after verifying that the debits are effected in accounts in CDSL. In case such details are not matched, such credit corporate action shall be rejected and the reasons will be notified.
4. This feature is scheduled to be released by October 15, 2021.

All Issuers/R & T Agents are advised to take note of the above and ensure compliance. All R & T Agents are advised to inform their client companies suitably.

For and on behalf of
National Securities Depository Limited

Rakesh Mehta
Vice President

Encl.: As above