

Circular No.: NSDL/POLICY/2019/0053

August 14, 2019

**Subject: Change in off-market transfer reason codes.**

Attention of Participants is invited to following NSDL Circulars regarding standardised reason codes for off-market transfers by both depositories:

- NSDL/POLICY/2019/0041 dated July 15, 2019
- NSDL/POLICY/2019/0047 dated July 31, 2019
- NSDL/POLICY/2019/0048 dated August 02, 2019
- NSDL/POLICY/2019/0049 dated August 02, 2019
- NSDL/POLICY/2019/0050 dated August 06, 2019

Pursuant to the aforesaid Circulars, representations were received from market participants for providing additional reason codes to cover certain types of transactions. Accordingly, in consultation with SEBI, it has been decided as follows:

1. Following additional off-market transfer reason codes shall be added to the list of reason codes with effect from August 17, 2019:

<b>New Reason Code</b>	<b>New Reason Code Name</b>	<b>Remarks</b>
88	Transfer between Minor Account and Guardian Account	To be used for transfer of securities between Minor Account and Guardian Account
89	Transfer between specified family members	To be used for transfer of securities between specified family members: Participants should obtain the "relation" between the transferor and transferee & keep the same on record. Family members means relatives as given below: <ol style="list-style-type: none"> <li>1. Spouse,</li> <li>2. Father (including step-father),</li> <li>3. Mother (including step-mother),</li> <li>4. Son (including step-son)</li> <li>5. Son's wife,</li> <li>6. Daughter,</li> <li>7. Daughter's husband,</li> <li>8. Brother (including step-brother),</li> <li>9. Sister (including step-sister)</li> <li>10. Members of same HUF.</li> </ol>

New Reason Code	New Reason Code Name	Remarks
		Requisite system changes to enable capturing the "relation" shall be notified subsequently.
90	Transfer between Partner and Firm, or Director and Company	To be used for transfer of securities between Partner and Partnership Firm in which he/she is a partner or transfer of securities between Director and the Company in which he/she is a director.

2. Further, to ease out the operational difficulties, following type of transactions shall be permitted under the reason code "Others" till September 30, 2019 instead of August 31, 2019.
- Return of client securities by NBFC (which were transferred to NBFC through off market transfer prior to August 03, 2019).
  - Reversal of off market transfers effected before August 03, 2019 for reasons not included in the updated list.

The aforesaid enhancements will be implemented in eDPM and SPEED-e system at EOD of Friday, August 16, 2019. Participants are requested to take note of the aforesaid and are requested to inform their clients accordingly.

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

**Chirag Shah**  
 Senior Manager

FORTHCOMING COMPLIANCE			
Particulars	Deadline	Manner of sending	Reference
Investor Grievance Report (Monthly)	By 10 <sup>th</sup> of the following month.	Through e-PASS	Circular No. NSDL/POLICY/2015/0096 dated October 29, 2015
Networth Certificate and Audited Financial Statements.	September 30 <sup>th</sup> every year.	By hard copy to Participant Interface Department.	Circular No. NSDL/PI/98/414 dated September 1, 1998.