

RELEVANT FOR MAY
2021 EXAMINATION

CA FINAL

PAPER 6B

**FINANCIAL SERVICES
AND CAPITAL MARKETS**

**PREPARATION GUIDELINES
MAPPING SHEET & SEBI GUIDELINES**



**CERTIFICATION
PROGRAM IN**

STOCK MARKET

Trade with CONFIDENCE _____

From BEGINNER to EXPERT

((🎥)) LIVE



Module 04

Derpo
Trading



Module 03

Options
Strategies



Module 02

F & O
Simplified



Module 01

Visual
Trading

Totally Practical

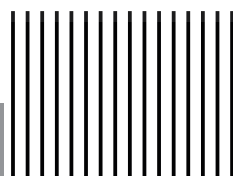
Learning with SSEIMarkets can teach you the skills needed to generate the income you've been DREAMING about.



www.sseimarkets.com



+91 9434434455



JOINT Certification Programs

Offered by



TECHNICAL ANALYSIS

OPTIONS STRATEGIES

OPTIONS TRADING

COMMODITY TRADING

CURRENCY TRADING

FUTURES TRADING



FACULTY



Mr. Sanjay Saraf

(CFA,FRM,MS-Finance,CFA (ICFAI),CTM,CPM,CIB,CIA)

Mr. Guddu Kr. Shaw

Derivative Analyst



Dedicated Website for Stock Market

SSEI MARKETS.COM

You Tube Follow &
SSEI Markets Subscribe
our Channel

 **9434434455**

 6A, Elgin Road, 4th fl. Kol - 20
 9434434455 | 8296888836
 markets@ssei.co.in
 www.sseimarkets.com

CA Final - Paper 6B–Financial Services and Capital Markets

Exam Day Guidelines

Time Allocation -

- i. **Reading time** – make your selection by eliminating the one case study you are not willing to attempt given the nature and marks (discussed below). Once the 4 case studies to be attempted have been chosen, use the remaining reading time to find answers to MCQs/other questions.
- ii. **Exam duration** - 1 hour for all MCQs + 45 minutes each for 4 case studies

Choice of Case Study- always read the questions to the case study first and then make your choice in the following order of preference -

- i. **Repeated case study** –case studies you have already solved earlier (RTP/Mock Test/Class or any other source)
- ii. **General Questions oriented case study** – wherein questions asked are straightforward and unrelated to the write-up and thus answers to these can be predictable and easily found in the ICAI study material
- iii. **Practical Questions oriented case study** – answers to these are calculation based and thus easy to solve
- iv. **Case studies with fragmented questions** – i.e., case studies with 4-5 sub questions and mark distribution which will guide your answers
- v. **Case studies with open ended 15-mark reports** – these case studies are tough to attempt since they are very vague in terms of marks scheme/requirements and hence ideally should be avoided. In case you are required to attempt these try to stick to the format used by ICAI in its suggested answers.
- vi. **Choice by MCQs** - In the event that you are unable to choose between 4 case studies (15 marks), choose the one where you are likely to secure the higher MCQ score.

- **Solving the case studies -always read the questions first - questions can be of 3 types and solved in this order -**
 - i. **Practical involving calculations** - should be solved carefully while avoiding silly mistakes, refer questions solved in class if required.
 - ii. **General questions unrelated to the write-up** - find exact answers to these in the ICAI Study Material - try to copy the same with no diversion while still staying relevant to case study to ensure maximum adherence to ICAI answers.
 - iii. **Particular to the write-up** - try to solve these by application of all resources available, i.e., take cues from the write-up to find relevant chapter/terms, use language and information given in the study material/suggested answers, add your own analysis/measures where required
 - iv. **Solve MCQs** - these should be solved by finding the exact reference in the material to score full marks in all questions while ensuring no silly mistakes are made.

CHAPTER 1 : GLOBAL FINANCIAL MARKETS

| TOPIC/HEADING | PAGE NO. |
|--|----------|
| 1. INTRODUCTION TO GLOBAL FINANCIAL MARKETS | 1.1 |
| 1.1. Major types of financial markets <i>(Stock market, Bond market, Commodities market, Derivatives market)</i> | 1.2 |
| 1.2. Importance of Financial Markets | 1.3 |
| 1.3. Size of the Global Financial Market | 1.3 |
| 2. ROLE OF FINANCIAL MARKET IN ECONOMIC DEVELOPMENT OF A COUNTRY | 1.4 |
| 2.1. Functions of Financial Markets <i>(Puts savings into more productive use, Determines the price of securities, Makes financial assets liquid, Lowers the cost of transactions)</i> | 1.4 |
| 2.2. The linkages in financial flows | 1.5 |
| 2.3. Contribution of market to economy <i>(Credit Provision, Liquidity provision, Risk management services) According to Baily and Elliott</i> | 1.6 |
| 3. STAKEHOLDERS IN FINANCIAL MARKET (DOMESTIC AND GLOBAL) | 1.7 |
| i. Primary stakeholders in financial market <i>(Shareholders, Lenders, Companies, Mutual fund Organizations/holders/fund managers)</i> | 1.7 |
| ii. Service providers in financial market <i>(Merchant Bankers, Brokers, Underwriters, Depositories [NSDL & CSDL], Custodians)</i> | 1.8 |
| iii. Regulators in financial market <i>(Securities and Exchange Board of India (SEBI), Reserve Bank of India, Insurance Regulatory and Development Authority of India (IRDAI), Pension Fund Regulatory and Development Authority (PFRDA))</i> | 1.10 |
| Outside India | |
| • <i>Securities Exchange Commission (SEC) in US.</i> | 1.10 |
| • <i>[Federal Reserve (Fed) in the USA's],</i> | 1.11 |
| • <i>In USA, insurance is almost regulated by the individual state governments. In Canada, Office of the Superintendent of Financial Institutions Canada (OSFI) sets the minimum regulatory requirements and expectations to support policyholder and creditor protection.</i> | 1.11 |
| • <i>The main law which governs the establishment, maintenance, and termination of pension plans in the United States is the Employee Retirement Income Security Act (ERISA).</i> | 1.12 |

CHAPTER 2 : IMPACT OF VARIOUS POLICIES OF FINANCIAL MARKETS

| TOPIC/HEADING | | PAGE NO. |
|----------------------|--|-----------------|
| 1. | CREDIT POLICY OF THE RESERVE BANK OF INDIA (RBI) | 2.1 |
| 1.1. | Meaning of Credit Policy | 2.1 |
| 1.2. | Objectives of Credit Policy | 2.1 |
| | (i) Maintenance of Price Stability | 2.1 |
| | (ii) Achieving Economic Growth | 2.2 |
| | (iii) Exchange Rate Stability | 2.2 |
| | (iv) External Balance of payment equilibrium | 2.2 |
| | (v) Adequate flow of credit to productive sectors | 2.2 |
| | (vi) Maintaining a moderate structure of interest rates to enhance investments | 2.2 |
| 1.3. | Analytics of Credit Policy | 2.2 |
| | (i) Interest Rate Channel | 2.2 |
| | (ii) Exchange Rate Channel | 2.3 |
| | (iii) Quantum Channel (relating to money supply and credit) | 2.3 |
| | (iv) Asset Price Channel | 2.3 |
| 1.4. | Operating Procedure and Instruments | 2.3 |
| 1.5. | The instruments of Credit Policy | 2.4 |
| | (i) Cash Reserve Ratio (CRR) | 2.4 |
| | (ii) Statutory Liquidity Ratio (SLR) [<i>Fractional Reserve System</i>] | 2.4 |
| | (iii) Liquidity Adjustment Facility (LAF), (<i>Repo, Reverse Repo</i>) | 2.4 |
| | (iv) Margin Standing Facility (MSF) | 2.5 |
| | (v) Market Stabilization Scheme | 2.5 |
| | (vi) Open Market Operations | 2.5 |
| 2. | FED POLICY | 2.6 |
| 2.1. | About the Federal Reserve System [<i>Five general functions</i>] | 2.6 |
| 2.2. | Fed Policy Tools | 2.6 |
| | (i) Open Market Operations | 2.6 |
| | (ii) The Discount Rate | 2.6 |

CHAPTER 3 : CAPITAL MARKET - PRIMARY

| TOPIC/HEADING | PAGE NO. |
|--|----------|
| 1. BASICS OF CAPITAL MARKETS (NEED, EVOLUTION AND CONSTITUENTS) | 3.2 |
| 1.1. Indian Capital Market – Before 1990’s | 3.2 |
| 1.2. Indian Capital Market – After 1990’s [Mandate of SEBI] | 3.3 |
| 1.3. Functions of the capital market | 3.3 |
| 1.4. Major constituents of the capital market [<i>14 constituents</i>] | 3.4 |
| 2. SEGMENTS OF CAPITAL MARKET | 3.4 |
| 2.1. Primary Market [<i>Initial public offering’ (IPO)</i>] | 3.4 |
| 2.2. Secondary Market | 3.5 |
| 2.3. Primary Market vs. Secondary Market | 3.5 |
| 2.4. The difference between primary market and secondary market | 3.5 |
| 2.5. Similarities between Primary and Secondary Markets [<i>Listing, Control by Stock Exchanges</i>] | 3.5 |
| 2.6. Interrelationship between Primary Markets and Secondary Markets [<i>two dimensions</i>] | 3.6 |
| 2.7. Participants in the Capital Market [<i>Investors, Stock Exchange, Depository, Intermediaries</i>] | 3.6 |
| 3. CAPITAL MARKET INSTRUMENTS | 3.7 |
| (i) Shares (<i>Basic Features of Shares</i>) | 3.7 |
| (ii) Preference Shares | 3.8 |
| (iii) Debentures/ Bonds [<i>bond indenture or deed of trust</i>] [<i>Master loan agreement-6 Agreement</i>] | 3.8 |
| <i>Yields and its Method of Calculation, Determinants of Bond Prices</i> | 3.9 |
| Illustration 1 | 3.10 |
| (iv) American Depository Receipt (ADRs) [<i>Blue Sky Law</i>] [<i>NYSE or AMEX</i>] | 3.10 |
| (v) Global Depository Receipts (GDRs) | 3.11 |
| (vi) Derivatives [<i>Futures, Options</i>] | 3.11 |
| 4. ASPECTS OF PRIMARY MARKET (NEW ISSUE MARKET) | 3.12 |
| 4.1. Different kinds of issue of securities (<i>Public Issue[IPO,FPO], Right Issue (RI), Composite Issue, Bonus Issue, Private Placement [Preferential issue, QIP]</i>) | 3.12 |
| Different types of Securities issued in the Primary Market [Diagram] | 3.13 |
| A listed issuer may make qualified institutions placement if it satisfies the following conditions | 3.14 |

| | |
|---|------|
| 4.2. Types of Offer Documents <i>(Draft offer document, Red herring prospectus, Prospectus, Letter of offer, Abridged prospectus, Abridged letter of offer, Shelf prospectus, Placement document)</i> | 3.15 |
| Key disclosure requirements of offer document | 3.16 |
| 4.3. Issue Requirements | 3.17 |
| (i) An unlisted issuer making a Public Issue (i.e. IPO) is required to satisfy the following provisions: Entry Norm I and II (Profitability Route, QIB Route) | 3.17 |
| (ii) A listed issuer making a public issue (i.e. FPO) is required to satisfy the following requirements: <i>Certain other general conditions to be satisfied by the issuer with regard to further public offer</i> | 3.18 |
| | 3.18 |
| 4.4. Minimum Promoter's contribution and lock-in | 3.18 |
| 4.5. IPO Grading [5 Grading] | 3.19 |
| IPO grading process | 3.19 |
| To arrive at an IPO Grade, following aspects are looked into by the rating agencies. | 3.19 |
| 4.6. Pricing of an Issue | 3.20 |
| 4.7. Intermediaries to the Capital Market <i>(Merchant Bankers/Lead Managers, Underwriters, Bankers to an Issue, Brokers to an issue, Debenture Trustees, Registrars to Issue, Portfolio Managers)</i> | 3.20 |
| Capital Market Intermediaries [Diagram] | 3.22 |
| 4.8. Steps involved in public issue (16 Steps) | 3.22 |
| Apart from the notice of offer to issue shares to public, prospectus should also disclose: | 3.22 |
| 4.9. Public Issue of Shares - Book Building Route (Book Building Method) | 3.24 |
| <i>Difference between fixed price method and Book Building methods of the pricing of public issue.</i> | 3.25 |
| <i>Price discovery under book building process</i> | 3.25 |
| <i>The Flowchart given as follows explains the book building process</i> | 3.27 |
| <i>Some interesting facts about the book building process</i> | 3.28 |
| 4.10. Applications Supported by Blocked Amount (ASBA) | 3.28 |
| <i>The process of ASBA with example</i> | 3.29 |
| 4.11. What is a Green Shoe Option? | 3.29 |
| Illustration 1 | 3.30 |
| 4.12. Anchor Investors | 3.30 |

| | |
|---|-----------|
| <i>Who is an anchor investor?</i> | 3.30 |
| <i>Why anchor investors are important?</i> | 3.30 |
| <i>Guidelines for Anchor Investors [9 guidelines]</i> | 3.31 |
| <i>Case Study of InterGlobe Aviation Ltd (Indigo Airlines) regarding Anchor Investors</i> | 3.32 |
| 4.13. Private Placement of Shares | 3.32 |
| <i>Advantages of Private Placement</i> | 3.33 |
| <i>Why private placements of shares are frequently resorted to by the companies?</i> | 3.32 |
| <i>Case Study on Private Placement</i> | 3.33 |
| <i>Answer to the question raised above on the Case Study on Private Placement</i> | 3.33 |
| <i>Meaning of Public Issue, Meaning of Private Placement of Shares, Advantages of Public Offerings, Disadvantages, Advantages of Private Placements, Disadvantages of Private Placement</i> | 3.33-3.34 |
| 4.14. Disinvestment | 3.34 |
| <i>The primary objectives of the disinvestment programme of the Govt. of India</i> | 3.34 |
| 4.15. Right Issue | 3.35 |
| <i>Procedure for allotment of right issue of shares</i> | 3.35 |
| <i>Examples of recent Right Issues and their implications [Tata Power, Mahindra & Mahindra Finance, PVR, Aditya Birla Fashion and Shriram Transport]</i> | 3.36 |
| 4.16. Exit Offers (Delisting Offers and Strategic Issues) | 3.36 |
| <i>3 different sets of provisions for delisting of equity shares</i> | 3.37 |
| i. <i>Understanding delisting and the terms associated with it</i> | 3.37 |
| <i>What is reverse book building?</i> | 3.37 |
| <i>How is exit price discovered?</i> | 3.38 |
| <i>What's next?</i> | 3.38 |
| <i>What is a counter-offer?</i> | 3.38 |
| ii. <i>Explained: Failure of Vedanta Delisting</i> | 3.38 |
| <i>failed to garner the number of shares required to complete its delisting process</i> | 3.38 |
| <i>How does the delisting process work?</i> | 3.38 |
| <i>What were the problems in the Vedanta delisting?</i> | 3.39 |
| <i>Were unconfirmed bids the only reason the delisting failed?</i> | 3.39 |

CHAPTER 4 : CAPITAL MARKET - SECONDARY

| TOPIC/HEADING | PAGE NO. |
|---|-----------|
| 1. INTRODUCTION TO SECONDARY MARKET | 4.2 |
| <i>Functions of Secondary Market</i> | 4.2 |
| 2. DEVELOPMENT OF THE STOCK MARKET IN INDIA | 4.3 |
| 3. STOCK MARKET ORGANIZATION IN INDIA (<i>Stock Broking, Custodial Services, Depository System</i>) | 4.4 |
| <i>SEBI Registered Market Intermediaries</i> | 4.7 |
| 4. DEMUTUALIZATION OF STOCK EXCHANGES | 4.9 |
| <i>Advantages of Demutualization</i> | 4.9 |
| 5. SHARE TRADING IN SECONDARY MARKET | 4.10 |
| 5.1. Share Trading by a Retail Investor (<i>7 steps to conduct trade in secondary market in India</i>) | 4.10 |
| 5.2. Buy Back of Shares | 4.11 |
| <i>What is a buyback?</i> | 4.11 |
| <i>Effects of Buyback</i> | 4.12 |
| <i>Why buybacks are being favoured by companies? [Legal requirements to be satisfied in case of a Buyback]</i> | 4.13 |
| <i>When investors should opt for buyback?</i> | 4.14 |
| <i>Recent Buyback rush and its implications</i> | 4.15 |
| <i>Delisting versus Buyback</i> | 4.16 |
| 6. STOCK MARKET AND ITS OPERATIONS | 4.16 |
| 6.1. Growth of Stock Exchanges | 4.16 |
| 6.2. Characteristics of Stock Exchanges in India | 4.17 |
| 6.3. Functions of Stock Exchanges | 4.17 |
| 6.4. Basics of Stock Market Indices (<i>Stock Market Index, Concept behind Fluctuations of Index, Computation of Index</i>) | 4.18-4.19 |
| 7. RISK MANAGEMENT IN SECONDARY MARKET | 4.19 |
| (i) Trading Rules and Regulations | 4.19 |
| (ii) Circuit Breakers to curb excess volatility (<i>Advantages and Disadvantages</i>) | 4.20 |
| (iii) Trading and Settlement <i>(Trading day(T Day), Clearing activities(T+1 day), Netting explained, Settlement activities(T+2 Day), Pay-in and pay-out of funds explained, Pay-in and pay-out of securities explained, Initiative by SEBI recently to introduce T+1 Settlement,</i> | 4.21-4.23 |

| | | |
|---|--|------|
| <i>Feasibility of SEBI's recent twin track settlement system)</i> | | |
| (iv) | National Securities Clearing Corporation Limited <i>(Custodians/Clearing Members, Clearing Banks, Depositories)</i> | 4.24 |
| (v) | Market Making System <i>(Conditions to provide depth and continuity on exchange)</i> | 4.25 |
| | The obligations and responsibilities of Market Makers (as per BSE website) | 4.25 |
| (vi) | Securities Lending and Borrowing (SLB) <i>(Merits of Stock Lending and Borrowing)</i> | 4.26 |
| (vii) | Straight Through Processing (STP) | 4.27 |
| (viii) | Margin Trading | 4.27 |
| (ix) | Short Selling | 4.28 |
| | <i>Risk inherent in short selling</i> | 4.29 |
| 8. | INDIAN DEBT MARKET | 4.29 |
| 8.1. | Indian debt market can mainly be classified into two categories: <i>(Government Securities Market (G-Sec Market), Bond Market)</i> | 4.29 |
| | The secondary debt market in India can be broadly categorized [Wholesale Debt Market, Retail Debt Market] | 4.30 |
| 8.2. | Benefits of an efficient Debt Market to the financial system and the economy | 4.31 |
| 8.3. | Different types of risks with regard to debt securities <i>(Default Risk, Interest Rate Risk, Reinvestment Rate Risk, Counter Party Risk, Price Risk)</i> | 4.31 |

CHAPTER 5 : MONEY MARKET

| TOPIC/HEADING | PAGE NO. |
|---|----------|
| 1. BASICS OF MONEY MARKET | 5.2 |
| 1.1. Discussion Points | 5.3 |
| 1.2. Conceptual Framework | 5.3 |
| 1.3. The Distinct Features of Money Market | 5.3 |
| 1.4. Pre-Conditions for an Efficient Money Market | 5.5 |
| 1.5. Rigidities in the Indian Money Market: <i>(Most important rigidities in the Indian Money Market)</i> | 5.6 |
| 1.6. Distinction between Capital and Money Market | 5.7 |
| 1.7. The Participants | 5.8 |
| <i>The salient features of the organised money market in India are</i> | 5.8 |
| 2. MONEY MARKET PARTICIPANTS (INSTITUTIONS) <i>(Reserve Bank of India (RBI), Scheduled Commercial Banks (SCBs), Co-operative Banks, Financial and Investment Institutions, Corporates, Mutual Funds, Discount and Finance House of India)</i> | 5.10 |
| 3. MONEY MARKET INSTRUMENTS | 5.11 |
| 3.1. Call/Notice money | 5.12 |
| 3.2. Treasury Bills (TBs) | 5.13 |
| <i>Features of T-bills</i> | 5.15 |
| <i>Additional Features</i> | 5.16 |
| <i>Advantages to Investors</i> | 5.16 |
| 3.3. Commercial Bills | 5.17 |
| <i>Example</i> | 5.18 |
| <i>Advantages of a developed bill market</i> | 5.19 |
| 3.4. Certificate of Deposits (CDs) | 5.19 |
| <i>Example</i> | 5.20 |
| 3.5. Commercial Paper | 5.21 |
| <i>Role of RBI</i> | 5.22 |
| <i>Timing of CP</i> | 5.22 |
| <i>Denomination and size of CP</i> | 5.22 |

| | |
|--|------|
| <i>Period of CP</i> | 5.22 |
| <i>Mode of CP</i> | 5.23 |
| <i>Negotiability of CP</i> | 5.23 |
| <i>Underwriting/co-acceptance of CPs</i> | 5.23 |
| <i>Issue expenses</i> | 5.23 |
| <i>The issuer</i> | 5.23 |
| <i>Benefits of Commercial Paper (Benefit to the issuer, Benefit to the investor)</i> | 5.23 |
| <i>Difference between Commercial Bill and Commercial Paper</i> | 5.24 |
| 4. CASH RESERVE RATIO (CRR) AND STATUTORY LIQUIDITY RATIO (SLR) | 5.25 |
| (i) Cash Reserve Ratio (CRR) (with example) | 5.25 |
| (ii) Statutory Liquidity Ratio (SLR) (with example) | 5.25 |
| 5. DETERMINATION OF INTEREST RATES | 5.26 |
| (i) Money Market - MIBOR (Thomson Reuters) | 5.26 |
| (ii) What is 'LIBOR'? | 5.27 |
| <i>BREAKING DOWN 'LIBOR' [Replacement of LIBOR with SOFR]</i> | 5.27 |
| 6. MONEY MARKET - MONEY MARKET INSTRUMENTS: G SEC (GOVERNMENT SECURITIES) | 5.28 |
| 7. RECENT DEVELOPMENT IN MONEY MARKET | 5.29 |
| 7.1. Debt Securitisation: | 5.29 |
| 7.2. Money Market Mutual Funds (MMMFs): (Limit, Eligibility, Minimum rate of return, Lock in period, Deployment of capital) | 5.30 |
| 8. REPURCHASE OPTIONS (REPO.), REVERSE REPURCHASE AGREEMENT (REVERSE REPO) AND READY FORWARD (RF) CONTRACTS: | 5.30 |
| 8.1. Difference between Repo and Reverse Repo | 5.31 |
| 8.2. Characteristics of Repo | 5.31 |
| 8.3. Role of RBI | 5.32 |
| <i>Example</i> | 5.32 |
| <i>Illustration</i> | 5.33 |
| <i>The conditions imposed by RBI in regard to repo transactions</i> | 5.34 |
| 9. DAY COUNT CONVENTION | 5.35 |

CHAPTER 6 : INSTITUTIONS AND INTERMEDIARIES

| TOPIC/HEADING | PAGE NO. |
|---|----------|
| 1. DEPOSITORY | 6.1 |
| 1.1. Benefits of a Depository System (<i>To the Investors, To the Company, To the Capital Market</i>) | 6.2 |
| 1.2. The Process of Depository System | 6.3 |
| 2. STOCK AND COMMODITY EXCHANGES - INDIAN AND GLOBAL | 6.4 |
| 2.1. Growth of Stock Exchanges | 6.4 |
| 2.1.1. Leading Stock Exchanges in India | 6.4 |
| (a) Bombay Stock Exchange Limited | 6.5 |
| (b) National Stock Exchange | 6.5 |
| 2.1.2. Stock Exchanges Abroad (<i>New York Stock Exchange (NYSE), Nasdaq, London Stock Exchange</i>) | 6.6 |
| London Stock Exchange provides a range of services for companies and investors: | 6.6 |
| 2.2. Characteristics of Stock Exchanges in India | 6.7 |
| 2.3. Functions of Stock Exchanges | 6.7 |
| 2.4. Indian Commodity Exchanges <i>National Commodity & Derivatives Exchange Limited (NCDEX), Multi Commodity Exchange (MCX), Indian Commodity Exchange (ICEX), National Multi-Commodity Exchange of India (NMCE)</i> | 6.8 |
| 2.5. International Commodity Exchanges <i>Chicago Mercantile Exchange (CME), Chicago Board of Trade (CBOT), New York Mercantile Exchange (NYMEX), London Metal Exchange (LME), Intercontinental Exchange Inc. (ICE)</i> | 6.10 |
| 3. INTERMEDIARIES IN THE CAPITAL MARKET | 6.11 |
| 3.1. Merchant Bankers | 6.11 |
| 3.2. Registrars to an issue and Share Transfer Agents | 6.11 |
| 3.3. Underwriters | 6.12 |
| 3.4. Bankers to an issue | 6.12 |
| 3.5. Debenture Trustee | 6.12 |
| <i>Duties of the Debenture Trustee</i> | 6.13 |
| 3.6. Portfolio Managers | 6.13 |
| 3.7. Stock brokers and sub-broker | 6.14 |
| New Margin Rules for brokers and its implications | 6.14 |

| | |
|--|------|
| 4. INSTITUTIONAL INVESTORS | 6.15 |
| (i) Commercial Banks | 6.16 |
| (ii) Insurance Companies | 6.16 |
| (iii) Mutual Funds | 6.16 |
| (iv) Pension Funds | 6.17 |
| (v) Endowment Funds | 6.17 |
| (vi) Hedge Funds | 6.17 |
| 5. FOREIGN PORTFOLIO INVESTORS (FPIs) | 6.17 |
| Who are FPIs? | 6.17 |
| Categorization of FPIs | 6.18 |
| An interesting fact about FPIs | 6.19 |
| Investment restrictions on FPIs | 6.19 |
| Recent Trends | 6.20 |
| 6. CUSTODIANS | 6.20 |
| 7. CLEARING HOUSES | 6.21 |
| 7.1. Role of Clearing Houses | 6.21 |
| 7.2. Working of Clearing Houses <i>Margins, which normally are in form of cash or T-bills, can be categorised in 4 ways</i> | 6.22 |
| 7.3. Trading Procedure of Clearing Houses | 6.22 |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |

CHAPTER 7 : COMMODITY MARKET

| TOPIC/HEADING | PAGE NO. |
|--|----------|
| 1. INTRODUCTION | 7.1 |
| 2. ROLE OF COMMODITY MARKETS | 7.2 |
| 2.1. Influence of commodity markets on prices | 7.2 |
| 2.2. Negative Impact of Speculation | 7.3 |
| 3. COMMODITY MARKET IN INDIA | 7.3 |
| 3.1. Indian Commodity Markets | 7.3 |
| 3.2. Problems with the Indian Commodity Markets | 7.5 |
| 3.3. Way Forward | 7.5 |
| 3.4. Regulatory scenario in India | 7.5 |
| 4. APPLICATION OF DERIVATIVE IN COMMODITIES | 7.5 |
| 4.1. Difference between Commodity Markets and Financial Markets | 7.5 |
| 4.2. Pre-requisites for Futures trading on a Commodity Exchange | 7.6 |
| 4.3. Trading and Settlement Process | 7.6 |
| 4.4. SEBI's Approval for Option in Commodities | 7.7 |
| 4.5. Important Terms to be understood in the context of the Commodity Market | 7.7 |
| 4.6. The Role of Derivatives | 7.8 |
| 5. GLOBAL COMMODITIES EXCHANGES | 7.8 |
| 5.1. London Metal Exchange (LME) | 7.8 |
| 5.2. Eurex Exchange | 7.9 |
| 5.3. Chicago Mercantile Exchange (CME) Group | 7.9 |
| TEST YOUR KNOWLEDGE | 7.10 |
| <i>Theoretical Questions , Practical Questions</i> | |
| | |
| | |
| | |
| | |

CHAPTER 8 : BANKING AS SOURCE OF CAPITAL INCLUDING NBFCs

| TOPIC/HEADING | PAGE NO. |
|---|----------|
| 1. BANK LOANS IN THE FORM OF WORKING CAPITAL LOAN | 8.1 |
| 1.1. Different products for Working Capital Loan in Indian Rupees | 8.2 |
| 1.1.1. Cash - Credit Account | 8.2 |
| 1.1.2. Bill Discounting | 8.3 |
| 1.1.3. Overdraft | 8.4 |
| 1.1.4. Factoring Services | 8.5 |
| 1.1.5. Dealer Financing | 8.5 |
| 1.1.6. Term Loan for working capital purpose | 8.6 |
| 1.2. Different working capital product under Foreign Currency | 8.6 |
| 1.2.1. Buyer's Credit | 8.6 |
| 1.2.2. Pre shipment credit in foreign currency | 8.7 |
| 1.2.3. Post Shipment Credit in Foreign Currency (PSCFC) | 8.7 |
| 1.2.4. Foreign Currency Non Resident Bank Loan [FCNR (B)] Loan | 8.7 |
| 2. BANK LOAN IN THE FORM OF TERM LOAN | 8.8 |
| <i>Trade Credit for capital goods purchase</i> | 8.8 |
| 3. FINANCING THROUGH NON-BANKING FINANCE COMPANIES | 8.8 |
| 3.1. Loan against Property (LAP) | 8.9 |
| <i>The LAP fund can be used for the purpose</i> | 8.9 |
| 4. PROJECT FINANCING | 8.10 |
| 4.1. Determination of Project Cost & Means of Finance | 8.10 |
| 4.2. Fixed Asset Cost determination <i>(Land, Building, Plant and Machinery, Furniture and Fixture, Information Technology)</i> | 8.11 |
| 4.3. Margin Money for Working Capital | 8.12 |
| 4.4. Evaluation of the project (2 Category) | 8.13 |
| 4.5. Issues related to Project /Infrastructure Funding | 8.13 |
| 4.5.1. Technical Feasibility | 8.14 |
| 4.5.2. Financial Viability (Adjusted Present Value (APV) with illustration) | 8.14 |

| | |
|---|------|
| 4.5.3. Bankability of Project | 8.16 |
| 4.5.4. Risk Analysis | 8.16 |
| 4.5.4.1. Construction Risk | 8.16 |
| 4.5.4.2. Post Construction Risk [Post Construction Risk Mitigants] | 8.17 |
| 5. WORKING CAPITAL MANAGEMENT <i>(with example)</i> | 8.18 |
| 5.1. Gross Working Capital Concept | 8.19 |
| 5.2. Net Working Capital Concept | 8.19 |
| 5.3. Positive and Negative Working Capital | 8.20 |
| 5.4. Factors Determining Working Capital Requirement <i>(12 factors)</i> | 8.20 |
| 5.5. Assessment of Working Capital from the bank's point of view <i>(3 steps)</i> | 8.21 |
| (a) Turn Over Method <i>(with example)</i> | 8.22 |
| (b) Maximum Permissible Bank Finance Method (MPBF) <i>(Borrower needs to adjust certain thing from the audited financials While filling up Form II and Form III), Rules for making projections</i> | 8.22 |
| (c) Cash Budget Method | 8.24 |
| 6. REVERSE MORTGAGE | 8.24 |
| 6.1. Regular RML | 8.25 |
| 6.2. RMLeA and its superiority to RML | 8.26 |
| 6.3. Risks associated with Reverse Mortgage | 8.26 |
| 6.4. Reasons for failure of Reverse Mortgage to takeoff in India | 8.26 |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |
| | |

CHAPTER 9 : MUTUAL FUNDS

| TOPIC/HEADING | PAGE NO. |
|--|----------|
| 1. MEANING | 9.2 |
| 2. EVOLUTION | 9.3 |
| 2.1. History of Mutual Funds (Global) | 9.3 |
| 2.2. Expansion | 9.3 |
| 2.3. History of Mutual Funds in India | 9.3 |
| First Phase - 1964-87 | 9.4 |
| Second Phase - 1987-1993 (Entry of Public Sector Funds) | 9.4 |
| Third Phase - 1993-2003 (Entry of Private Sector Funds) | 9.4 |
| Fourth Phase - since February 2003 | 9.4 |
| 2.4. Mutual Fund Organization | 9.5 |
| 3. TYPES OF MUTUAL FUNDS | 9.6 |
| 3.1. On the basis of Structure | 9.6 |
| Open Ended Funds | 9.6 |
| Close Ended Funds | 9.7 |
| 3.2. On the basis of Investment Portfolio | 9.7 |
| <i>Equity Schemes</i> | 9.8 |
| <i>Debt Schemes</i> | 9.10 |
| <i>Hybrid Schemes</i> | 9.12 |
| <i>Solution Oriented Schemes</i> | 9.13 |
| <i>Other Schemes</i> | 9.13 |
| 3.3. SEBI Allowed Flexicap Plans in Relief to Fund Houses Facing Tight Regulation | 9.14 |
| 4. NET ASSET VALUE (NAV) | 9.14 |
| 5. PERFORMANCE MEASUREMENT | 9.15 |
| 5.1. Performance Measures | 9.16 |
| <i>Costs incurred by Mutual Fund</i> | 9.16 |
| <i>Point to Point Returns</i> | 9.17 |
| <i>Rolling Returns [Example of computation]</i> | 9.17 |

| | |
|--|-----------|
| <i>Performance of a Liquid Fund over a 3-month period</i> | 9.17 |
| <i>Performance of an Equity / Bond Fund over a 3-year period</i> | 9.18 |
| 5.2. Statistical Ratios | 9.18 |
| <i>Sharpe Ratio (Reward to Variability)</i> | 9.18 |
| <i>Treynor Ratio</i> | 9.19 |
| <i>Jensen's Alpha</i> | 9.19 |
| <i>Sortino Ratio</i> | 9.20 |
| <i>Portfolio or Fund Alpha</i> | 9.21 |
| <i>Computation of statistical ratios</i> | 9.21 |
| <i>Benchmarking</i> | 9.21 |
| 6. ADVANTAGES AND DISADVANTAGES OF MUTUAL FUND | 9.21 |
| 6.1. Advantages | 9.21 |
| 6.2. Advantages typical of debt funds | 9.22 |
| 6.3. Disadvantages of Mutual Fund | 9.22 |
| 7. FACTORS INFLUENCING THE SELECTION OF MUTUAL FUNDS | 9.23 |
| 8. SIGNALS HIGHLIGHTING THE EXIT OF THE INVESTOR FROM THE MUTUAL FUND SCHEME | 9.23 |
| 9. MONEY MARKET MUTUAL FUNDS (MMMFS) | 9.24 |
| 10. SEPARATION OF DISTRIBUTION AND ADVISORY FUNCTIONS IN THE MUTUAL FUND INDUSTRY | 9.25 |
| 11. EXCHANGE TRADED FUNDS (ETFs) | 9.25 |
| 11.1. Introduction | 9.25 |
| 11.2. Advantages of ETFs (<i>Equity ETFs listed on NSE</i>) | 9.25 |
| <i>Equity ETFs listed on NSE</i> | 9.26 |
| 12. REAL ESTATE INVESTMENT TRUSTS (REITs) | 9.27 |
| 12.1. Introduction | 9.27 |
| 12.2. Indian Context | 9.28 |
| 12.3. Structure of investment trust | 9.28 |
| 12.4. Stipulations to ensure transparency | 9.29 |
| <i>Distribution requirements</i> | 9.29 |
| <i>Leverage restrictions (<i>Structure of REIT</i>)</i> | 9.29-9.30 |

CHAPTER 10 : PRIVATE EQUITY

| TOPIC/HEADING | PAGE NO. |
|---|-------------|
| 1. MEANING OF PRIVATE EQUITY (PE) | 10.1 |
| 2. CLASSIFICATION OF PRIVATE EQUITY | 10.3 |
| 2.1. Venture Capital (VC) | 10.3 |
| <i>Introduction [Who stand to gain from Venture Capital (VC) funding?]</i> | 10.3 |
| <i>Business Model for a VC [parameters]</i> | 10.4 |
| <i>Types of Funding by a VC [5 Ways]- Seed Capital, Startup funding, Early stage funding, Interim funding, Expansion funding</i> | 10.5-10.6 |
| <i>Angel Investor</i> | 10.6 |
| 2.2. Buyouts for a PE | 10.7 |
| <i>Leveraged Buy Outs (LBOs)</i> | 10.7 |
| <i>Management Buy Outs (MBOs)</i> | 10.7 |
| 2.3. Hurdle rate | 10.8 |
| 2.4. Paid in Capital | 10.8 |
| 2.5. Term Sheet [Critical Terms that appear in a Term Sheet] | 10.8 |
| <i>Fee structure</i> | 10.8 |
| <i>Harvest year, Down round, Methods for computing anti-dilution rights</i> | 10.8-10.9 |
| <i>Up round, Break Fee, Exclusivity Agreement</i> | 10.10 |
| 3. COST OF INVESTING IN PRIVATE EQUITY | 10.10 |
| 4. EXIT ROUTES FOR A PE [IPO, Strategic Acquisition, Secondary Sale, Repurchase by existing management (founder members), Liquidation] | 10.10-10.11 |
| 5. VALUATION OF PRIVATE EQUITY TRANSACTIONS [certain terminologies] | 10.11 |
| <i>Pre-money and post-money valuation</i> | 10.11 |
| <i>New Investment Amount* (Total shares post investment ÷ Shares issued in new investment)</i> | 10.11 |
| <i>Ownership dilution</i> | 10.11 |
| <i>Liquidation Preference, Series A and B, ROI, Terminal Value, Tranches, Deemed Liquidation</i> | 10.12 |
| 6. PRIVATE EQUITY FUNDS (DISTRIBUTION OF RETURNS IN GENERAL PARTNER AND LIMITED PARTNERS) | 10.12 |
| <i>Conclusion</i> | 10.13 |
| 7. PE DEALS SCORE OVER REITS AS REALTORS EYE FAST MONEY | 10.13 |

CHAPTER 11 : INVESTMENT BANKING

| TOPIC/HEADING | PAGE NO. |
|---|-----------|
| 1. CONCEPT OF INVESTMENT BANKING | 11.1 |
| 1.1. The main players in Investment Banking | 11.2 |
| 1.2. Main areas of Investment Banking | 11.2 |
| 1.2.1. Corporate Finance [<i>2 different functions</i>] | 11.2 |
| 1.2.2. Sales | 11.2 |
| 1.2.3. Trading | 11.3 |
| 1.2.4. Research | 11.3 |
| 1.2.5. Syndicate | 11.4 |
| 1.3. Commercial Banking vs. Investment Banking | 11.4 |
| 1.3.1. Commercial Banks | 11.4 |
| 1.3.2. Investment Banks | 11.4 |
| 1.3.3. Public Securities | 11.5 |
| Fundamental differences between an investment bank and a commercial bank | 11.5 |
| 2. FUNCTIONS OF AN INVESTMENT BANK | 11.6 |
| 2.1. Issue of IPO [<i>IPO process consists of two major phases</i>] | 11.6-11.7 |
| <i>Hiring the Managers</i> | 11.6 |
| <i>Due Diligence and Drafting</i> | 11.7 |
| 2.2. Follow-on offering of stock | 11.7 |
| 2.3. Issue of Debt [<i>reasons for issuing bonds rather than stock</i>] | 11.7 |
| 2.4. Merger and Acquisitions (M&A) [<i>Representing the target, Representing the acquirer</i>] | 11.8 |
| 2.4.1. Buy side Advisory [<i>Divided in 4 steps</i>] | 11.8 |
| 2.4.2. Sell side Advisory [<i>Divided in 4 steps</i>] | 11.9 |
| 2.5. Private Placements | 11.9 |
| 2.6. Financial Restructurings | 11.10 |
| 3. CHALLENGES IN INVESTMENT BANKING | 11.10 |
| 4. DEVELOPMENTS IN INVESTMENT BANKING | 11.11 |
| 5. MERCHANT BANKING AND ISSUE MANAGEMENT | 11.12 |

CHAPTER 12 : CREDIT RATING

| TOPIC/HEADING | PAGE NO. |
|---|----------|
| 1. WHAT IS CREDIT RATING? | 12.1 |
| 2. RATING SERVICES | 12.2 |
| <i>Credit Rating</i> | 12.2 |
| <i>Information Services</i> | 12.3 |
| <i>Equity Research</i> | 12.3 |
| 3. OBJECTIVES OF CREDIT RATING | 12.3 |
| 4. TYPES OF CREDIT RATING | 12.3 |
| 5. USES OF CREDIT RATING (<i>For users ,For issuers</i>) | 12.4 |
| 6. CREDIT RATING PROCESS [<i>Steps</i>] | 12.4 |
| 7. CREDIT RATING METHODOLOGIES | 12.7 |
| (i) BUSINESS RISK (<i>Strategic Risk, Compliance Risk, Operational Risk, Reputational Risk</i>) | 12.7 |
| (ii) FINANCIAL RISK (<i>Counter Party Risk, Political Risk, Interest Rate Risk, Currency Risk</i>) | 12.8 |
| (iii) MANAGEMENT EVALUATION | 12.9 |
| (iv) BUSINESS ENVIRONMENT ANALYSIS | 12.9 |
| 8. CAMEL MODEL IN CREDIT RATING [<i>5 Aspects</i>] | 12.10 |
| 9. RATING REVISIONS | 12.11 |
| 10. CREDIT RATING AGENCIES IN INDIA (<i>CRISIL,ICRA, CARE, Fitch Ratings India (P) Ltd.</i>) | 12.11 |
| 11. CREDIT RATING AGENCIES ABROAD (<i>Standard and Poor's (S & P) Ratings, Fitch Ratings, Moody's Ratings</i>) | 12.12 |
| 12. CREDIT RATING AGENCIES AND THE US SUB-PRIME CRISIS [Mortgage-Backed Securities (MBS), Collateralized Debt Obligations (CDO).] | 12.13 |
| 13. LIMITATIONS OF CREDIT RATING | 12.13 |
| 14. CONTEMPORARY ASPECTS IN CREDIT RATING | 12.14 |
| SEBI telling rating agencies to disclose probability of default for issuers they rate | 12.14 |
| RBI asking credit rating agencies to use artificial intelligence, social media to catch stress signals | 12.15 |
| | |
| | |
| | |

CHAPTER 13 : TREASURY OPERATIONS

| TOPIC/HEADING | PAGE NO. |
|---|------------|
| 1. INTRODUCTION | 13.1 |
| 1.2. FUNCTIONING OF TREASURY OPERATIONS [<i>Market Comprises in Treasury operations</i>] | 13.2 |
| 1.3. Organization of Treasury | 13.2 |
| <i>Front Office</i> | 13.3 |
| <i>Back Office</i> | 13.4 |
| <i>Mid-Office</i> | 13.4 |
| 1.4. Function of Integrated Treasury | 13.5 |
| <i>The Bank's treasury function mainly involves</i> | 13.5 |
| <i>Corporate Treasury Management functions</i> | 13.5 |
| 2. RAISING AND DEPLOYMENT OF FUNDS | 13.6 |
| 2.1. Raising of Funds | 13.6 |
| 2.2. Factoring | 13.7 |
| <i>Sovereign risks in international business are usually divided into three broad categories</i> | 13.7 |
| <i>Advantages of International Factoring</i> | 13.9 |
| <i>Two- Factor System [4 parties, basic mechanism]</i> | 13.9-13.10 |
| <i>The main functions of the export factor relate to</i> | 13.11 |
| <i>The import factor is primarily engaged in the areas of</i> | 13.11 |
| 2.3. Deployment of Funds | 13.11 |
| 3. RISK MANAGEMENT IN TREASURY OPERATIONS | 13.11 |
| 3.1. Risk Management Framework | 13.11 |
| <i>An effective risk management framework should comprise</i> | 13.12 |
| 3.2. Types of Risks | 13.12 |
| <i>Three major risks that banks and corporates are exposed</i> | 13.13 |
| 3.3. Techniques for Risk Measurement | 13.14 |
| 3.4. Risk management limits | 13.14 |
| <i>Type of limits and its purposes [Exposure Limits, Cut Loss Limits, VaR limits, FX limits, Counterparty limits]</i> | 13.14 |
| <i>The risk management in Forex</i> | 13.15 |
| 3.5. Mitigation of Credit Risk | 13.16 |
| 3.6. Risk Monitoring and Reporting | 13.16 |

CHAPTER 14 : RISK MANAGEMENT

| TOPIC/HEADING | PAGE NO. |
|--|----------|
| 1. INTRODUCTION | 14.1 |
| 2. TYPES OF MARKET RISKS | 14.2 |
| 2.1. Interest Rate Risk [<i>various sources of interest rate risk</i>] | 14.2 |
| 2.2. Foreign Exchange Risk | 14.2 |
| 2.3. Commodity Risk | 14.3 |
| 2.4. Equity Risk | 14.3 |
| 3. EARLY SIGNALS [<i>signals which may indicate that a firm is facing this same risk which is explained</i>] | 14.3 |
| 4. CREDIT RISK | 14.4 |
| 4.1. Two Way Risk | 14.4 |
| 4.2. Risk - Return Trade Off | 14.4 |
| <i>The trade-off between risk and return in the context of Credit Risk calls for decisions</i> | 14.5 |
| 4.3. Credit Risk in Capital Market | 14.5 |
| 4.3.1. Categories of Credit Risk <i>(Default Risk, Exposure Risk, Recovery Risk-Collateral Risk, Third Party Guarantee Risk)</i> | 14.5 |
| 4.3.2. Measurement of Credit Risk in Banking Transactions | 14.6 |
| 4.3.3. Factors Affecting the Credit Risk (<i>Internal Factors, External Factors</i>) | 14.6 |
| 4.3.4. Credit Risk Management in Banks | 14.7 |
| <i>Policy Framework</i> | 14.7 |
| <i>Credit Rating Framework</i> | 14.7 |
| <i>Credit Risk Models</i> | 14.7 |
| <i>Portfolio Management and Risk Limits</i> | 14.8 |
| <i>Managing Credit Risk in Interbank Exposure [key parameters]</i> | 14.8 |
| <i>Credit Risk in Off Balance Sheet Exposure</i> | 14.8 |
| <i>Country Risk (Transfer Risk, Sovereign Risk, Non Sovereign Risk, Currency Risk, Macroeconomic and Structural Fragility Risk)</i> | 14.8 |
| | |
| | |

| CHAPTER 16 : LEASING | |
|---|-----------------|
| TOPIC/HEADING | PAGE NO. |
| 1. LEASING | 16.1 |
| 1.1. What is lease | 16.1 |
| 1.2. Parties to a Lease Agreement | 16.1 |
| 1.3. Lease vis-à-vis Hire Purchase | 16.2 |
| 2. TYPES OF LEASING (<i>Operating Lease, Financial Lease, Sales and Lease Back Leasing, Sales-Aid-Lease</i>) | 16.2 |
| 3. ADVANTAGES | 16.3 |
| 4. DISADVANTAGES | 16.4 |
| 5. EVALUATION OF LEASE | 16.5 |
| 5.1. From Lessee's Perspective (<i>with example</i>) | 16.5 |
| <i>Present Value Analysis (Net Advantage of Leasing)</i> | 16.6 |
| <i>Internal rate of return analysis</i> | 16.8 |
| <i>Bower-Herringer-Williamson Method</i> | 16.9 |
| <i>Selection of Discount Rate</i> | 16.10 |
| 5.2. From Lessor's Perspective (<i>NPV Method , IRR Method</i>) | 16.10 |
| <i>Various types of Cash flows involved in financing decisions [Initial Cash Outflow, Annual Cash Flows, Terminal Cash Flows]</i> | 16.11 |
| 6. BREAK EVEN LEASE RENTAL (BELR) | 16.11 |
| 6.1. Break Even Lease Rental (BELR) from Lessee's point of view | 16.11 |
| 6.2. Break Even Lease Rental (BELR) from Lessor's point of View | 16.11 |
| <i>Illustration</i> | 16.12 |
| 7. CROSS-BORDER LEASING [<i>Equipment Loans to Foreign Buyers.</i>] | 16.13 |
| Objectives of cross border leasing | 16.15 |
| 8. REGULATORY ASPECTS OF LEASING | 16.16 |

| CHAPTER 17 : FACTORING | |
|--|-----------------|
| TOPIC/HEADING | PAGE NO. |
| 1. INTRODUCTION TO FACTORING | 17.1 |
| 2. DEFINITION AND MECHANISM | 17.2 |
| 2.1. Definition and Concept <i>(with example)</i> | 17.2 |
| <i>“Factoring means an arrangement between a factor and his client which includes at least two of the following services to be provided by the factor:</i> | 17.2 |
| 2.2. Mechanism of Factoring | 17.2 |
| <i>Steps in the process of factoring</i> | 17.3 |
| <i>Factoring charges are levied [Finance charges, Service fee]</i> | 17.3 |
| 3. TYPES/FORMS OF FACTORING | 17.4 |
| 4. FUNCTIONS OF A FACTOR | 17.5 |
| 5. BENEFITS OF FACTORING | 17.6 |
| 6. REASONS INHIBITING THE GROWTH OF FACTORING IN INDIA | 17.6 |
| 7. FORFAITING | 17.7 |
| <i>Difference between Forfaiting vs Export Factoring</i> | 17.7 |
| 8. SOME ILLUSTRATIONS IN FACTORING | 17.8 |
| 9. REGULATORY ASPECTS OF FACTORING | 17.9 |
| 9.1. Provisions in brief from the Factoring Regulation Act, 2011 | 17.9 |
| 9.2. As per the Non-Banking Financial Company - Factors (Reserve Bank) Directions, 2012 | 17.11 |

CA FINAL

Paper-6B

Financial Services and Capital Markets

SEBI Guidelines

MAPPING SHEET

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER I : PRELIMINARY | |
| 1 | | Short title and commencement | 1.1 |
| 2 | | Definitions | |
| | a. | “Act” means the Securities and Exchange Board of India Act, 1992 [15 of 1992]; | 1.1 |
| | b. | “advertisement” | 1.1 |
| | c. | “anchor investor” | 1.1 |
| | d. | “application supported by blocked amount (ASBA)” | 1.1 |
| | e. | “associate” | 1.2 |
| | f. | “Board” | 1.2 |
| | g. | “book building” | 1.2 |
| | h. | “composite issue” | 1.2 |
| | i. | “control” | 1.2 |
| | j. | “convertible debt instrument” | 1.2 |
| | k. | “convertible security” | 1.2 |
| | l. | “designated stock exchange” | 1.2 |
| | m. | “draft letter of offer” | 1.2 |
| | n. | “draft offer document” | 1.2 |
| | o. | “employee” | 1.2 |
| | p. | “fugitive economic offender” | 1.3 |
| | q. | “further public offer” | 1.3 |
| | r. | “general corporate purposes” | 1.3 |
| | s. | “green shoe option” | 1.3 |
| | t. | “group companies” | 1.3 |
| | u. | “housing finance company” | 1.3 |
| | v. | “infrastructure sector” (<i>transportation</i>) | 1.3 |
| | | <i>Agriculture, water management, telecommunication, industrial, commercial and social</i> | 1.4 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER I : PRELIMINARY | |
| | | <i>Power, petroleum and natural gas, housing, services provided by recognised stock exchanges, other miscellaneous facilities or services</i> | 1.5 |
| 2 | | Definitions | |
| | | w. "initial public offer" | 1.6 |
| | | x. "innovators growth platform" | 1.6 |
| | | y. "institutional investor" | 1.6 |
| | | z. "issue size" | 1.6 |
| | | aa. "issuer" | 1.6 |
| | | bb. "key managerial personnel" | 1.6 |
| | | cc. "lead manager" | 1.6 |
| | | dd. "listed issuer" | 1.6 |
| | | ee. "main board" | 1.6 |
| | | ff. "net offer" | 1.7 |
| | | gg. "net tangible assets" | 1.7 |
| | | hh. "net worth" | 1.7 |
| | | ii. "nominated investor" | 1.7 |
| | | jj. "non-institutional investor" | 1.7 |
| | | kk. "offer document" | 1.7 |
| | | ll. "offer through offer document" | 1.7 |
| | | mm. "persons acting in concert" | 1.7 |
| | | nn. "preferential issue" | 1.7 |
| | | oo. "promoter" | 1.8 |
| | | pp. "promoter group" | 1.8 |
| | | qq. "public financial institution" | 1.9 |
| | | rr. "public issue" | 1.9 |
| | | ss. "qualified institutional buyer" | 1.9 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER I : PRELIMINARY | |
| | | tt. “qualified institutions placement” | 1.10 |
| | | uu. “relative” | 1.10 |
| | | vv. “retail individual investor” | 1.10 |
| | | ww. “retail individual shareholder” | 1.10 |
| | | xx. “rights issue” | 1.10 |
| | | yy. “schedule” | 1.10 |
| | | zz. “scheduled commercial bank” | 1.10 |
| | | aaa. “self-certified syndicate bank” | 1.10 |
| | | bbb. “selling shareholder(s)” | 1.10 |
| | | ccc. “securities laws” | 1.11 |
| | | ddd. “SME exchange” | 1.11 |
| | | eee. “specified securities” | 1.11 |
| | | fff. [(eeee) “SR equity shares” | 1.11 |
| | | ggg. “stabilising agent” | 1.11 |
| | | hhh. “stock exchange” | 1.11 |
| | | iii. “syndicate member” | 1.11 |
| | | jjj. “systemically important non-banking financial companies” | 1.11 |
| | | kkk. “unlisted issuer” | 1.11 |
| | | lll. “valuer” | 1.11 |
| | | mmm. “willful defaulter” | 1.11 |
| | | nnn. “working day” | 1.12 |
| 2 | | Applicability of the regulations | 1.12 |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|---|-------------------------|
| | | CHAPTER II : INITIAL PUBLIC OFFER ON MAIN BOARD | 1.13 |
| | I | ELIGIBILITY REQUIREMENTS | 1.13 |
| 4 | | Reference date | 1.13 |
| 5 | | Entities not eligible to make an initial public offer | 1.13 |
| 6 | | Eligibility requirements for an initial public offer | 1.14 |
| 7 | | General conditions | 1.15 |
| | | <i>Schedule XIX;</i> | 1.16 |
| 8 | | Additional conditions for an offer for sale | 1.17 |
| | II | ISSUE OF CONVERTIBLE DEBT INSTRUMENTS AND WARRANTS | 1.18 |
| 9 | | Eligibility requirements for issue of convertible debt instruments | 1.18 |
| 10 | | Additional requirements for issue of convertible debt instruments | 1.18 |
| 11 | | Conversion of optionally convertible debt instruments into equity shares | 1.18 |
| 12 | | Issue of convertible debt instruments for financing | 1.19 |
| 13 | | Issue of warrants | 1.19 |
| | III | PROMOTERS' CONTRIBUTION | 1.20 |
| 14 | | Minimum promoters' contribution | 1.20 |
| | | <i>(4) (II) computation of "weighted average price"</i> | 1.21 |
| 15 | | Securities ineligible for minimum promoters' contribution | 1.22 |
| | IV | LOCK-IN AND RESTRICTIONS ON TRANSFERABILITY | 1.23 |
| 16 | | Lock-in of specified securities held by the promoters | 1.23 |
| 17 | | Lock-in of specified securities held by persons other than the promoters | 1.23 |
| | | <i>Part A of Schedule VI;</i> | 1.24 |
| 18 | | Lock-in of specified securities lent to stabilising agent under the green shoe option | 1.24 |
| 19 | | Lock-in of party-paid securities | 1.24 |
| 20 | | Inscription or recording of non-transferability | 1.25 |
| 21 | | Pledge of locked-in specified securities | 1.25 |
| 22 | | Transferability of locked-in specified securities | 1.25 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-------------|--|-------------------------|
| | | CHAPTER II : INITIAL PUBLIC OFFER ON MAIN BOARD | |
| 23 | V | APPOINTMENT OF LEAD MANAGERS, OTHER INTERMEDIARIES AND COMPLIANCE OFFICER | 1.25 |
| | | <i>Schedule I. Schedule II Schedule XII.</i> | 1.26 |
| | VI | DISCLOSURES IN AND FILING OF OFFER DOCUMENTS | 1.27 |
| 24 | | Disclosures in the draft offer document and offer document | 1.27 |
| | | <i>Part A of Schedule VI.</i> | 1.27 |
| 25 | | Filing of the draft offer document and offer document | 1.27 |
| | | <i>Form A of Schedule V; Form B of Schedule V;</i> | 1.27 |
| | | <i>Schedule XVI, Schedule III. Form C of Schedule V</i> | 1.28 |
| | | <i>Form D of Schedule V, par 4 of Schedule IX.</i> | 1.29 |
| 26 | | Draft offer document and offer document to be available to the public | 1.29 |
| | VII | PRICING | |
| 27 | | Face value of equity shares | 1.30 |
| 28 | | Pricing (<i>Schedule XIII.</i>) | 1.30 |
| 29 | | Price and price band | 1.30 |
| 30 | | Differential pricing (<i>Part D of Schedule XIII,</i>) | 1.31 |
| | VIII | ISSUANCE CONDITIONS AND PROCEDURE | 1.31 |
| 31 | | Minimum offer to public | 1.31 |
| 32 | | Allocation in the net offer | 1.31 |
| | | <i>Schedule XIII.</i> | 1.32 |
| 33 | | Reservation on a competitive basis | 1.32 |
| 34 | | Abridged prospectus (<i>Part E of Schedule VI</i>) | 1.33 |
| 35 | | ASBA | 1.33 |
| 36 | | Availability of issue material | 1.33 |
| 37 | | Prohibition on payment of incentives | 1.34 |
| 38 | | Security deposit | 1.34 |
| 39 | | IPO grading | 1.34 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-----------|---|-------------------------|
| | | CHAPTER II : INITIAL PUBLIC OFFER ON MAIN BOARD | |
| 40 | | Underwriting | 1.34 |
| 41 | | Monitoring agency (<i>Schedule XI, Schedule XI.</i>) | 1.35 |
| 42 | | Public communications, publicity materials, advertisements and research reports (<i>Schedule IX.</i>) | 1.35 |
| 43 | | Issue-related advertisements (<i>Part A of Schedule X.</i>) | 1.35 |
| | | <i>Parts B and C of Schedule X.</i> | 1.36 |
| 44 | | Opening of the issue | 1.36 |
| 45 | | Minimum subscription | 1.36 |
| 46 | | Period of subscription | 1.36 |
| 47 | | Application and minimum application value (<i>Part B of Schedule XIV</i>) | 1.37 |
| 48 | | Manner of calls | 1.37 |
| 49 | | Allotment procedure and basis of allotment | 1.37 |
| | | <i>Part A of Schedule XIV.</i> | 1.38 |
| 50 | | Allotment, refund and payment of interest | 1.38 |
| 51 | | Post-issue advertisements | 1.38 |
| 52 | | Post-issue responsibilities of the lead manager(s) (<i>Schedule XVIII</i>) | 1.39 |
| 53 | | Release of subscription money | 1.39 |
| 54 | | Reporting of transactions of the promoters and promoter group | 1.40 |
| 55 | | Post-issue reports (<i>Part A of Schedule XVII</i>), (<i>Form F of Schedule V</i>) | 1.40 |
| | IX | MISCELLANEOUS | 1.40 |
| 56 | | Restriction on further capital issues | 1.40 |
| 57 | | Price stabilisation through green shoe option | 1.40 |
| | | <i>Part A of Schedule VI</i> | 1.41 |
| 58 | | Alteration of rights of holders of specified securities | 1.42 |
| 59 | | Post-listing exit opportunity for dissenting shareholders | 1.43 |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|---|-------------------------|
| | | CHAPTER III : RIGHTS ISSUE | |
| | I | ELIGIBILITY REQUIREMENTS | 1.43 |
| 60 | | Reference date | 1.43 |
| 61 | | Entities not eligible to make a rights issue | 1.43 |
| 62 | | General conditions | 1.43 |
| | | <i>Schedule XIX.</i> | 1.44 |
| | II | ISSUE OF CONVERTIBLE DEBT INSTRUMENTS AND WARRANTS | 1.44 |
| 63 | | Additional requirements for issue of convertible debt instruments | 1.44 |
| 64 | | Roll over of non-convertible portion of partly convertible debt instruments | 1.45 |
| 65 | | Conversion of optionally convertible debt instruments into equity shares | 1.46 |
| 66 | | Issue of convertible debt instruments for financing | 1.46 |
| 67 | | Issue of warrants | 1.46 |
| 68 | III | RECORD DATE | 1.47 |
| 69 | IV | APPOINTMENT OF LEAD MANAGERS, OTHER INTERMEDIARIES AND COMPLIANCE OFFICER | 1.47 |
| | | <i>Schedule I</i> | 1.47 |
| | | Schedule II | 1.48 |
| | | Schedule XII | 1.48 |
| | V | DISCLOSURES IN AND FILING OF LETTERS OF OFFER | 1.48 |
| 70 | | Disclosures in the draft letter of offer and letter of offer (<i>Part A or Part B of Schedule VI, as applicable.</i>) | 1.48 |
| 71 | | Filing of the draft letter of offer and letter of offer (<i>Schedule IV, Schedule III</i>) | 1.49 |
| | | Schedule II; Form A of Schedule V; Form B of Schedule V; Part E of Schedule VI, | 1.49 |
| | | Schedule XVI, Schedule III, Form C of Schedule V, Form D of Schedule V, | 1.50 |
| 72 | | Draft letter of offer and letter of offer to be available to the public | 1.51 |
| 73 | VI | PRICING | 1.51 |
| | VII | ISSUANCE CONDITIONS AND PROCEDURE | 1.51 |
| 74 | | Reservations | 1.51 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-------------|---|-------------------------|
| | | CHAPTER III : RIGHTS ISSUE | |
| 75 | | Abridged letter of offer (<i>Part F of Schedule VI</i>) | 1.52 |
| 76 | | ASBA. | 1.52 |
| 77 | | Availability of letter of offer and other issue materials | 1.52 |
| 77A | | Credit of rights entitlements and allotment of specified securities. | 1.53 |
| 78 | | Conditions for making applications on plain paper | 1.53 |
| 79 | | Prohibition on payment of incentives | 1.53 |
| 80 | | Security deposit | 1.53 |
| 81 | | Underwriting | 1.53 |
| 82 | | Monitoring agency (<i>Schedule XI</i>) | 1.54 |
| 83 | | Public communications, publicity materials, advertisements and research reports. (<i>Schedule IX</i>) | 1.54 |
| 84 | | Issue-related advertisements | 1.54 |
| 85 | | Opening of the issue | 1.55 |
| 86 | | Minimum subscription | 1.55 |
| 87 | | Period of subscription | 1.56 |
| 88 | | Payment options | 1.56 |
| 89 | | Manner of calls | 1.56 |
| 90 | | Allotment procedure and basis of allotment | 1.56 |
| 91 | | Allotment, refund and payment of interest | 1.57 |
| 92 | | Post-issue advertisements | 1.57 |
| 93 | | Post-issue responsibilities of the lead manager(s) (<i>Schedule XVIII</i>) | 1.58 |
| 94 | | Release of subscription money | 1.58 |
| 95 | | Reporting of transactions of the promoters and promoter group | 1.59 |
| 96 | | Post-issue reports (<i>Part B of Schedule XVII, Part C of Schedule XVII</i>) | 1.59 |
| | VIII | MISCELLENEOUS | |
| 97 | | Restriction on further capital issues | 1.59 |
| 98 | | Alteration of rights of holders of specified securities | 1.59 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|--|-------------------------|
| | | CHAPTER III : RIGHTS ISSUE | |
| | IX | FAST TRACK RIGHTS ISSUE | 1.60 |
| 99 | | Eligibility conditions | 1.60 |
| 100 | | Issue conditions (<i>Schedule III, Form A of Schedule V, Form E of Schedule V, Form B of Schedule V</i>) | 1.62 |
| | | CHAPTER IV : FURTHER PUBLIC OFFER | |
| | I | ELIGIBILITY REQUIREMENTS | 1.62 |
| 101 | | Reference date | 1.62 |
| 102 | | Entities not eligible to make a further public offer | 1.62 |
| 103 | | Eligibility requirements for further public offer | 1.63 |
| 104 | | General conditions (<i>Schedule XIX</i>) | 1.63 |
| 105 | | Additional conditions for an offer for sale | 1.63 |
| 106 | II | ISSUE OF CONVERTIBLE DEBT INSTRUMENTS AND WARRANTS | 1.65 |
| 107 | | Additional requirements for issue of convertible debt instruments | 1.65 |
| 108 | | Roll over of non-convertible portion of partly convertible debt instruments | 1.66 |
| 109 | | Conversion of optionally convertible debt instruments into equity share capital | 1.66 |
| 110 | | Issue of convertible debt instruments for financing | 1.67 |
| 111 | | Issue of warrants | 1.67 |
| | III | PROMOTERS' CONTRIBUTION | 1.68 |
| 112 | | Requirement of minimum promoters' contribution not applicable in certain cases | 1.68 |
| 113 | | Minimum promoters' contribution | 1.68 |
| 114 | | Securities ineligible for minimum promoters' contribution | 1.69 |
| | IV | LOCK-IN AND RESTRICTIONS ON TRANSFERABILITY | 1.70 |
| 115 | | Lock-in of specified securities held by the promoters | 1.70 |
| 116 | | Lock-in of specified securities lent to stabilising agent under green shoe option | 1.71 |
| 117 | | Lock-in of party-paid securities | 1.71 |
| 118 | | Inscription or recording of non-transferability | 1.71 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-------------|---|-------------------------|
| | | CHAPTER IV : FURTHER PUBLIC OFFER | |
| 119 | | Pledge of locked-in specified securities | 1.71 |
| 120 | | Transferability of locked-in specified securities | 1.71 |
| 121 | V | APPOINTMENT OF LEAD MANAGERS, OTHER INTERMEDIARIES AND COMPLIANCE OFFICER | 1.72 |
| | | <i>Schedule I, Schedule XII</i> | 1.72 |
| | VI | DISCLOSURES IN AND FILING OF OFFER DOCUMENTS | 1.73 |
| 122 | | Disclosures in the draft offer document and the offer document (<i>Part A of Schedule VI, Parts C and D there of</i>) | 1.73 |
| 123 | | Filing of the draft offer document and offer documents (<i>Schedule IV, Schedule III</i>) | 1.73 |
| | | <i>Form A of Schedule V; Form B of Schedule V; Part C of Schedule VI. Schedule XVI, Schedule III.</i> | 1.74 |
| | | <i>Form C of Schedule V, Form D of Schedule V</i> | 1.75 |
| 124 | | Draft offer document and offer document to be available to the public | 1.75 |
| | VII | PRICING | 1.76 |
| 125 | | Face value of equity shares | 1.76 |
| 126 | | Pricing (<i>Schedule XIII.</i>) | 1.76 |
| 127 | | Price and price band | 1.76 |
| | | <i>Part A of Schedule X.</i> | 1.77 |
| 128 | | Differential pricing (<i>Part D of Schedule XIII</i>) | 1.77 |
| | VIII | ISSUANCE CONDITIONS AND PROCEDURE | 1.77 |
| 129 | | Allocation in the net offer | 1.77 |
| | | <i>Schedule XIII.</i> | 1.78 |
| 130 | | Reservation on a competitive basis | 1.79 |
| 131 | | Abridged prospectus (<i>Part E of Schedule VI</i>) | 1.80 |
| 132 | | ASBA | 1.80 |
| 133 | | Availability of issue material | 1.80 |
| 134 | | Prohibition on payment of incentives | 1.80 |
| 135 | | Security deposit | 1.80 |
| 136 | | Underwriting | 1.80 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-----------|---|-------------------------|
| | | CHAPTER IV : FURTHER PUBLIC OFFER | |
| 137 | | Monitoring agency (<i>Schedule XI</i>) | 1.81 |
| 138 | | Public communications, publicity materials, advertisements and research reports (<i>Schedule IX</i>) | 1.82 |
| 139 | | Issue-related advertisements(<i>Part A of Schedule X.</i>) (<i>Parts B and C of Schedule X</i>) | 1.82 |
| 140 | | Opening of the issue | 1.82 |
| 141 | | Minimum subscription | 1.82 |
| 142 | | Period of subscription | 1.83 |
| 143 | | Application and minimum application value(<i>Part B of Schedule XIV.</i>) | 1.83 |
| 144 | | Manner of calls | 1.84 |
| 145 | | Allotment procedure and basis of allotment (<i>Part A of Schedule XIV.</i>) | 1.84 |
| 146 | | Allotment, refund and payment of interest | 1.84 |
| 147 | | Post-issue Advertisements | 1.85 |
| 148 | | Post-issue responsibilities of the lead manager(s) | 1.85 |
| | | <i>Schedule XVIII.</i> | 1.86 |
| 149 | | Release of subscription money | 1.86 |
| 150 | | Reporting of transactions by the promoters and promoter group | 1.86 |
| 151 | | Post- issue reports (<i>Part A of Schedule XVII, Form F of Schedule V</i>) | 1.86 |
| | IX | MISCELLANEOUS | 1.87 |
| 152 | | Restriction on further capital issues | 1.87 |
| 153 | | Price stabilisation through green shoe option | 1.87 |
| | | <i>Part A of Schedule VI;</i> | 1.88 |
| | | <i>Schedule XV.</i> | 1.89 |
| 154 | | Alteration of rights of holders of specified securities | 1.89 |
| | X | FAST TRACK FURTHER PUBLIC OFFER | 1.89 |
| 155 | | Eligibility conditions | 1.89 |
| 156 | | Submission of offer document and due diligence certificate(<i>Schedule III.Form A of Schedule V, Form E of Schedule V; Form B of Schedule V.</i>) | 1.91 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|----------------------------|
| | | CHAPTER IV : FURTHER PUBLIC OFFER | |
| 157 | | Post-listing exit opportunity for dissenting shareholders(<i>Schedule XX.</i>) | 1.91 |
| | | CHAPTER V | 1.92 |
| | | PREFERENTIAL ISSUE | 1.92 |
| 158 | | Provisions of this chapter not to apply in certain cases | 1.92 |
| 159 | I | ISSUERS INELIGIBLE TO MAKE A PREFERENTIAL ISSUE | 1.93 |
| | II | CONDITIONS FOR PREFERENTIAL ISSUE | 1.94 |
| 160 | | Conditions for preferential issue | 1.94 |
| 161 | | Relevant date | 1.95 |
| 162 | | Tenure of convertible securities | 1.95 |
| 163 | III | DISCLOSURES TO SHAREHOLDERS | 1.95 |
| | | <i>Schedule VI</i> | 1.96 |
| | IV | PRICING | 1.97 |
| 164 | | Pricing of frequently traded shares | 1.97 |
| 164A | | [Pricing in preferential issue of shares of companies having stressed assets | 1.98 |
| 164B | | [Optional pricing in preferential issue | 1.100 |
| 165 | | Pricing of infrequently traded shares | 1.101 |
| 166 | | Adjustments in pricing - Frequently and Infrequently traded shares | 1.101 |
| | V | LOCK-IN AND RESTRICTIONS ON TRANSFERABILITY | 1.102 |
| 167 | | Lock-in | 1.102 |
| 168 | | Transferability | 1.103 |
| | VI | CONSIDERATION AND ALLOTMENT | 1.104 |
| 169 | | Payment of consideration | 1.104 |
| 170 | | Allotment | 1.104 |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|---|-------------------------|
| | | CHAPTER VI : QUALIFIED INSTITUTIONS PLACEMENT | 1.106 |
| 171 | | Definitions | 1.106 |
| | I | CONDITIONS FOR QUALIFIED INSTITUTIONS PLACEMENT | 1.106 |
| 172 | | Eligibility conditions | |
| 173 | | <i>Conditions for offer for sale by promoters for compliance with minimum public shareholding requirements specified in the Securities Contracts (Regulation) Rules, 1957</i> | 1.108 |
| 174 | II | APPOINTMENT OF LEAD MANAGERS | 1.108 |
| | III | PLACEMENT DOCUMENT | 1.108 |
| | | <i>Schedule VII</i> | 1.109 |
| 176 | IV | PRICING | 1.109 |
| 177 | V | TENURE OF CONVERTIBLE SECURITIES | 1.110 |
| 178 | VI | TRANSFERABILITY | 1.110 |
| 179 | VII | APPLICATION AND ALLOTMENT | 1.110 |
| 180 | | Minimum number of allottees | 1.111 |
| | | CHAPTER VII : INITIAL PUBLIC OFFER OF INDIAN DEPOSITORY RECEIPTS APPLICABILITY | 1.112 |
| 181 | | Applicability | 1.112 |
| | I | ELIGIBILITY REQUIREMENTS | 1.112 |
| 182 | | Reference date | 1.112 |
| 183 | | Eligibility conditions | 1.112 |
| | | <i>Schedule XIX;</i> | 1.113 |
| 184 | II | APPOINTMENT OF LEAD MANAGERS, OTHER INTERMEDIARIES AND COMPLIANCE OFFICER | 1.113 |
| | | <i>Schedule II, Schedule I.</i> | 1.113 |
| | | <i>Schedule XII.</i> | 1.114 |
| | IV | DISCLOSURES IN AND FILING OF OFFER DOCUMENTS | 1.114 |
| 185 | | Disclosures in the draft offer document and offer document (<i>Part A of Schedule VIII.</i>) | 1.114 |
| 186 | | Filing of the draft offer document and offer document (<i>Schedule IV, Schedule III, Part H of Schedule V</i>) | 1.114 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-----------|--|-------------------------|
| | | CHAPTER VII : INITIAL PUBLIC OFFER OF INDIAN DEPOSITORY RECEIPTS APPLICABILITY | |
| | | Part C of Schedule V, Form D of Schedule V, Schedule XVI, Schedule III. | 1.115 |
| 187 | | Draft offer document and offer document to be available to the public | 1.115 |
| | V | PRICING | 1.116 |
| 188 | | Pricing (<i>Schedule XIII.</i>) | 1.116 |
| 189 | | Price and price band (<i>Part A of Schedule X.</i>) | 1.116 |
| 190 | | Differential pricing | 1.116 |
| | | <i>Part D of Schedule XIII</i> | 1.117 |
| | VI | ISSUANCE CONDITIONS AND PROCEDURE | 1.117 |
| 191 | | Issuance conditions | 1.117 |
| 192 | | Allocation in the issue (<i>Part A of Schedule XIV;</i>) | 1.117 |
| 193 | | Abridged prospectus (<i>Part B of Schedule VIII</i>) | 1.118 |
| 194 | | ASBA | 1.118 |
| 195 | | Availability of issue material | 1.118 |
| 196 | | Prohibition on payment of incentives | 1.118 |
| 197 | | Security deposit | 1.118 |
| 198 | | Underwriting | 1.118 |
| 199 | | Public communications, publicity materials, advertisements and research reports (<i>Schedule IX</i>) | 1.119 |
| 200 | | Issue-related advertisements (<i>Parts B and C of Schedule X</i>) | 1.119 |
| 201 | | Opening of the issue | 1.120 |
| 202 | | Minimum subscription (<i>Schedule XVIII</i>) | 1.120 |
| 203 | | Period of subscription | 1.121 |
| 204 | | Allotment procedure and basis of allotment (<i>Part A of Schedule XIV</i>) | 1.121 |
| 205 | | Allotment, refund and payment of interest | 1.121 |
| 206 | | Post-issue advertisements | 1.122 |
| 207 | | Post-issue responsibilities of the lead manager(s) | 1.122 |
| | | <i>Schedule XVIII.</i> | 1.123 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|----------|--|-------------------------|
| | | CHAPTER VII : INITIAL PUBLIC OFFER OF INDIAN DEPOSITORY RECEIPTS APPLICABILITY | |
| 208 | | Release of subscription money | 1.123 |
| 209 | | Reporting of transactions by the promoters and promoter group | 1.123 |
| 210 | | Post-issue reports (<i>Parts A of Schedule XVII, Form F of Schedule V</i>) | 1.124 |
| 211 | | Fungibility | 1.124 |
| | | CHAPTER VIII : RIGHTS ISSUE OF INDIAN DEPOSITORY RECEIPTS | |
| 212 | | Applicability | 1.124 |
| 213 | | Entities not eligible to make a rights issue | 1.124 |
| 214 | | General conditions (<i>Schedule XIX.</i>) | 1.125 |
| 215 | | Renunciation by an IDR holder | 1.125 |
| 216 | | Depository | 1.125 |
| 217 | | Record date | 1.125 |
| 218 | | Disclosures in the offer document and the addendum (<i>Part C of Schedule VIII</i>) | 1.125 |
| 219 | | Appointment of lead managers and compliance officer | 1.126 |
| 220 | | Filing of draft offer document and the addendum for rights offering(<i>Part C of Schedule VIII, Schedule III.</i>) | 1.126 |
| 221 | | Pricing | 1.127 |
| 222 | | Availability of Issue Material (<i>Part B of Schedule IX,</i>) | 1.127 |
| 223 | | Issue-related advertisement | 1.127 |
| 224 | | Period of subscription and issue of allotment letter | 1.128 |
| 225 | | Utilisation of funds | 1.128 |
| 226 | | Fast track issue | 1.128 |
| | | CHAPTER IX : INITIAL PUBLIC OFFER BY SMALL AND MEDIUM ENTERPRISES | |
| 227 | | Reference date | 1.129 |
| | I | ELIGIBILITY REQUIREMENTS | 1.129 |
| 228 | | Entities not eligible to make an initial public offer | 1.129 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|---|-------------------------|
| | | CHAPTER IX : INITIAL PUBLIC OFFER BY SMALL AND MEDIUM ENTERPRISES | |
| 229 | | Eligibility requirements for an initial public offer(<i>Schedule III of the Companies Act,2013</i>) | 1.130 |
| 230 | | General conditions | 1.130 |
| 231 | II | ISSUE OF CONVERTIBLE DEBT INSTRUMENTS AND WARRANTS | 1.131 |
| 232 | | Additional requirements for issue of convertible debt instruments | 1.131 |
| 233 | | Conversion of optionally convertible debt instruments into equity share capital | 1.132 |
| 234 | | Issue of convertible debt instruments for financing | 1.133 |
| 235 | | Issue of warrants | 1.133 |
| | III | PROMOTERS' CONTRIBUTION | 1.133 |
| 236 | | Minimum promoters' contribution | 1.133 |
| 237 | | Securities ineligible for minimum promoters' contribution | 1.135 |
| | IV | LOCK-IN AND RESTRICTIONS ON TRANSFERRABILITY | 1.136 |
| 238 | | Lock-in of specified securities held by the promoters | 1.136 |
| 239 | | Lock-in of specified securities held by persons other than the promoters(<i>Part A of Schedule VI</i>) | 1.137 |
| 240 | | Lock-in of specified securities lent to stabilising agent under the green shoe option | 1.137 |
| 241 | | Inscription or recording of non-transferability | 1.138 |
| 242 | | Pledge of locked-in specified securities | 1.138 |
| 243 | | Transferability of locked-in specified securities | 1.138 |
| 244 | V | APPOINTMENT OF LEAD MANAGERS, OTHER INTERMEDIARIES AND COMPLIANCE OFFICER (<i>Schedule I,Schedule XII</i>) | 1.139 |
| | VI | DISCLOSURES IN AND FILING OF OFFER DOCUMENTS | 1.140 |
| 245 | | Disclosures in the draft offer document and offer document(<i>Part A of Schedule VI.</i>) | 1.140 |
| 246 | | Filing of the offer document (<i>Form A of Schedule V,Form G of Schedule V</i>) | 1.140 |
| 247 | | Offer document to be made available to public | 1.141 |
| | VII | PRICING | 1.141 |
| 248 | | Face value of equity shares | 1.141 |
| 249 | | Pricing (<i>Schedule XIII.</i>) | 1.141 |
| 250 | | Price and price band | 1.141 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|-------------|--|-------------------------|
| | | CHAPTER IX : INITIAL PUBLIC OFFER BY SMALL AND MEDIUM ENTERPRISES | |
| 251 | | Differential pricing | 1.142 |
| | VIII | ISSUANCE CONDITIONS AND PROCEDURE | 1.142 |
| 252 | | Minimum offer to public | 1.142 |
| 253 | | Allocation in the net offer | 1.142 |
| 254 | | Reservation on a competitive basis | 1.143 |
| 255 | | Abridged prospectus (<i>Part E of Schedule VIII</i>) | 1.144 |
| 256 | | ASBA | 1.144 |
| 257 | | Availability of issue material | 1.144 |
| 258 | | Prohibition on payment of incentives | 1.144 |
| 259 | | Security deposit | 1.145 |
| 260 | | Underwriting | 1.145 |
| 261 | | Market making | 1.145 |
| 262 | | Monitoring agency | 1.146 |
| | | <i>Schedule XI</i> | 1.147 |
| 263 | | Public communications, publicity materials, advertisements and research reports | 1.147 |
| 264 | | Issue-related advertisements (<i>Part A of Schedule X, Parts B and C of Schedule X.</i>) | 1.147 |
| 265 | | Opening of the issue | 1.148 |
| 266 | | Period of subscription | 1.148 |
| 267 | | Application and minimum application value (<i>Part B of Schedule XIV.</i>) | 1.148 |
| 268 | | Allotment procedure and basis of allotment | 1.148 |
| | | <i>Part A of Schedule XIV.</i> | 1.149 |
| 269 | | Allotment, refund and payment of interest | 1.149 |
| 270 | | Post-issue advertisements | 1.149 |
| 271 | | Post-issue responsibilities of the lead manager(s) (<i>Schedule XVIII.</i>) | 1.150 |
| 272 | | Release of subscription money | 1.150 |
| 273 | | Post-issue reports (<i>Part A of Schedule XVII, Form F of Schedule V</i>) | 1.151 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------------|---|-------------------------|
| | | CHAPTER IX : INITIAL PUBLIC OFFER BY SMALL AND MEDIUM ENTERPRISES | |
| 274 | | Reporting of transactions of the promoters and promoter group | 1.151 |
| 275 | | Listing | 1.151 |
| 276 | | Migration to the SME exchange | 1.151 |
| 277 | | Migration to the main board | 1.151 |
| | IX | MISCELLANEOUS | 1.152 |
| 278 | | Restriction on further capital issues | 1.152 |
| 279 | | Price stabilisation through green shoe option | 1.152 |
| | | <i>Part A of Schedule VI;</i> | 1.153 |
| | | Schedule XV. | 1.154 |
| 280 | | Alteration of rights of holders of specified securities | 1.154 |
| 281 | | Further Issues | 1.155 |
| | | CHAPTER X : INNOVATORS GROWTH PLATFORM | |
| 282 | I | APPLICABILITY | 1.155 |
| 283 | | Eligibility | 1.155 |
| | II | LISTING WITHOUT A PUBLIC ISSUE | 1.157 |
| 284 | | Listing without a public issue (<i>Schedule III</i>) (<i>Part A of Schedule VI</i>) | 1.157 |
| | III | LISTING PURSUANT TO AN INITIAL PUBLIC OFFER | 1.158 |
| 285 | | Disclosures in draft offer document and offer document (<i>Schedule III</i>) | 1.158 |
| 285A | | Minimum public shareholding norms and minimum offer size | 1.158 |
| 286 | | Minimum application size | 1.158 |
| 287 | | Allocation and allotment | 1.158 |
| | IV | GENERAL CONDITIONS | 1.159 |
| 288 | | Lock-in (<i>Schedule VI</i>) | 1.159 |
| 289 | | Trading lot | 1.160 |
| 290 | | Exit of issuers whose securities are trading without making a public offer | 1.160 |

| SERIAL NO. | PART | Chapter 1 : SEBI (ICDR) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER X : INNOVATORS GROWTH PLATFORM | |
| 291 | | Withdrawal of approval by the stock exchange | 1.160 |
| | | [PART V: MIGRATION TO THE MAIN BOARD | 1.160 |
| 292 | | Eligibility requirements | 1.161 |
| | | Minimum promoters' contribution | 1.162 |
| | | Lock-in period | 1.162 |
| | | CHAPTER XI : BONUS ISSUE | 1.162 |
| 293 | | Conditions for a bonus issue | 1.162 |
| 294 | | Restrictions on a bonus issue | 1.163 |
| 295 | | Completion of a bonus issue | 1.163 |
| | | [CHAPTER XI-A : POWER TO RELAX STRICT ENFORCEMENT OF THE REGULATIONS] | 1.164 |
| 295A | | Exemption from enforcement of the regulations in special cases. | 1.164 |
| | | CHAPTER XII : MISCELLANEOUS | 1.164 |
| 296 | | Directions by the Board | 1.164 |
| 297 | | Liability for contravention of the Act, rules or the regulations | 1.165 |
| 298 | | Failure to pay fine | 1.165 |
| 299 | | Power to remove difficulty | 1.165 |
| 300 | | Power to relax strict enforcement of the regulations | 1.165 |
| 301 | | Repeal and Savings | 1.166 |
| | | | |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER I : PRELIMINARY | 2.1 |
| 1 | | Short title and commencement | 2.1 |
| 2 | | Definitions | 2.1 |
| | | a. "Act" | 2.1 |
| | | b. "associate" | 2.1 |
| | | c. "Board" | 2.2 |
| | | d. "board of directors" or "board of trustees" | 2.2 |
| | | e. "chief executive officer" or "managing director" or "manager" | 2.2 |
| | | f. "chief financial officer" or "whole time finance director" or "head of finance" | 2.2 |
| | | g. "committee" | 2.2 |
| | | h. "designated securities" | 2.2 |
| | | i. "financial year" | 2.2 |
| | | i.a. "fugitive economic offender" | 2.2 |
| | | j. "global depository receipts" | 2.2 |
| | | k. "half year" | 2.2 |
| | | l. "half yearly results" | 2.2 |
| | | m. "holding company" | 2.2 |
| | | n. 'Indian depository receipts' | 2.2 |
| | | n.a. "Insolvency Code" | 2.2 |
| | | o. "key managerial personnel" | 2.3 |
| | | p. "listed entity" | 2.3 |
| | | q. "listing agreement" | 2.3 |
| | | r. "main board" | 2.3 |
| | | s. "net worth" | 2.3 |
| | | t. 'non-convertible debt securities' | 2.3 |
| | | u. 'non-convertible redeemable preference shares' | 2.3 |
| | | v. "offer document" | 2.3 |

| | | |
|----------|---|-----|
| | w. "promoter" and "promoter group" | 2.4 |
| | x. "public" | 2.4 |
| | y. "public shareholding" | 2.4 |
| | z. "quarter" | 2.4 |
| | (za) "quarterly results" | 2.4 |
| | (zb) "related party" | 2.4 |
| | (zc) "related party transaction" | 2.4 |
| | (zd) "relative" | 2.4 |
| | (ze) "schedule" | 2.4 |
| | (zf) "securities laws" | 2.4 |
| | (zg) "securitized debt instruments" | 2.5 |
| | (zga) "security receipts" | 2.5 |
| | (zh) "servicer" | 2.5 |
| | (zi) "small and medium enterprises" or "SME" | 2.5 |
| | (zj) "SME Exchange" | 2.5 |
| | (zk) "stock exchange" | 2.5 |
| | (zl) 'specified securities' | 2.5 |
| | (zm) "subsidiary" | 2.5 |
| 3 | Applicability of the regulations | 2.5 |
| | | |
| | CHAPTER II : PRINCIPLES GOVERNING DISCLOSURES AND OBLIGATIONS OF LISTED ENTITY | |
| 4 | Principles governing disclosures and obligations | 2.6 |
| | <i>The rights of shareholders</i> | 2.7 |
| | Timely information | 2.8 |
| | Equitable treatment | 2.8 |
| | Role of stakeholders in corporate governance | 2.8 |
| | Disclosure and transparency | 2.9 |
| | Responsibilities of the board of directors | 2.9 |
| | Disclosure of information | 2.9 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER II : PRINCIPLES GOVERNING DISCLOSURES AND OBLIGATIONS OF LISTED ENTITY | |
| | | Key functions of the board of directors- | 2.9 |
| | | Other responsibilities | 2.10 |
| | | CHAPTER III : COMMON OBLIGATION OF LISTED ENTITES | 2.12 |
| 5 | | General obligation of compliance. | 2.12 |
| 6 | | Compliance Officer and his Obligations. | 2.12 |
| 7 | | Share Transfer Agent | 2.12 |
| 8 | | Co-operation with intermediaries registered with the Board. | 2.13 |
| 9 | | Preservation of documents. | 2.13 |
| 10 | | Filing of information | 2.14 |
| 11 | | Scheme of Arrangement | 2.14 |
| 12 | | Payment of dividend or interest or redemption or repayment | 2.14 |
| 13 | | Grievance Redressal Mechanism | 2.14 |
| 14 | | Fees and other charges to be paid to the recognized stock exchange(s) | 2.15 |
| | | CHAPTER IV : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SPECIFIED SECURITIES | 2.15 |
| 15 | | Applicability | 2.15 |
| 16 | | Definitions | 2.16 |
| | | (a) "control" | 2.16 |
| | | (b) "independent director" | 2.16 |
| | | (c) "material subsidiary" | 2.18 |
| | | (d) "senior management" | 2.18 |
| 17 | | Board of Directors | 2.18 |
| 17A | | Maximum number of directorships | 2.21 |
| 18 | | Audit Committee. | 2.22 |
| 19 | | Nomination and remuneration committee | 2.23 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER IV : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SPECIFIED SECURITIES | |
| 20 | | Stakeholders Relationship Committee | 2.24 |
| | | <i>Part D of the Schedule II.</i> | 2.24 |
| 21 | | Risk Management Committee | 2.24 |
| 22 | | Vigil mechanism | 2.25 |
| 23 | | Related party transactions | 2.25 |
| 24 | | Corporate governance requirements with respect to subsidiary of listed entity | 2.27 |
| 24A | | Secretarial Audit | 2.28 |
| 25 | | Obligations with respect to independent directors. | 2.28 |
| 26 | | Obligations with respect to employees including senior management, key managerial persons, directors and promoters. | 2.29 |
| 27 | | Other corporate governance requirements | 2.31 |
| 28 | | In-principle approval of recognized stock exchange(s) | 2.31 |
| 29 | | Prior intimations | 2.32 |
| 30 | | Disclosure of events or information | 2.33 |
| 31 | | Holding of specified securities and shareholding pattern. | 2.34 |
| 31A | | Conditions for re-classification of any person as promoter / public | 2.35 |
| 32 | | Statement of deviation(s) or variation(s) | 2.38 |
| 33 | | Financial results (<i>Part A of Schedule IV</i>) | 2.39 |
| 34 | | Annual Report | 2.42 |
| 35 | | Annual Information Memorandum | 2.43 |
| 36 | | Documents & Information to shareholders | 2.43 |
| 37 | | Draft Scheme of Arrangement & Scheme of Arrangement | 2.44 |
| 38 | | Minimum Public Shareholding | 2.45 |
| 39 | | Issuance of Certificates or Receipts/Letters/Advices for securities and dealing with unclaimed securities | 2.45 |
| 40 | | Transfer or transmission or transposition of securities | 2.46 |
| 41 | | Other provisions relating to securities | 2.48 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER IV : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SPECIFIED SECURITIES | |
| 41A | | [Other provisions relating to outstanding SR equity shares]. | 2.48 |
| 43 | | Dividends | 2.50 |
| 43A | | Dividend Distribution Policy | 2.50 |
| 44 | | Meetings of shareholders and voting | 2.51 |
| 45 | | Change in name of the listed entity | 2.51 |
| 46 | | Website | 2.52 |
| 47 | | Advertisements in Newspapers | 2.54 |
| 48 | | Accounting Standards | 2.55 |
| | | CHAPTER V : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS NON- CONVERTIBLE DEBT SECURITIES OR NON-CONVERTIBLE REDEEMABLE PREFERENCE SHARES OR BOTH | 2.55 |
| 49 | | Applicability | 2.55 |
| 50 | | Intimation to stock exchange(s) | 2.55 |
| 51 | | Disclosure of information having bearing on performance/operation of listed entity and/or price sensitive information | 2.56 |
| 52 | | Financial Results | 2.56 |
| 53 | | Annual Report | 2.59 |
| 54 | | Asset Cover | 2.60 |
| 55 | | Credit Rating | 2.60 |
| 56 | | Documents and Intimation to Debenture Trustees | 2.60 |
| 57 | | Other submissions to stock exchange(s) | 2.61 |
| 58 | | Documents and information to holders of non-convertible debt securities and non-convertible preference shares | 2.61 |
| 59 | | Structure of non-convertible debt securities and non-convertible redeemable preference shares | 2.62 |
| 60 | | Record Date | 2.63 |
| 61 | | Terms of non-convertible debt securities and non-convertible redeemable preference shares | 2.63 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER V : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS NON- CONVERTIBLE DEBT SECURITIES OR NON-CONVERTIBLE REDEEMABLE PREFERENCE SHARES OR BOTH | |
| 62 | | Website | 2.63 |
| | | CHAPTER VI : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SPECIFIED SECURITIES AND EITHER NON- CONVERTIBLE DEBT SECURITIES OR NON-CONVERTIBLE REDEEMABLE PREFERENCE SHARES OR BOTH | 2.64 |
| 63 | | Applicability of Chapters IV and V | 2.64 |
| 64 | | Delisting | 2.65 |
| | | CHAPTER VII : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS INDIAN DEPOSITORY RECEIPTS | 2.65 |
| 65 | | Applicability | 2.65 |
| 66 | | Definitions | 2.66 |
| | | (a) "IDR Holder(s)" | 2.66 |
| | | (b) "Depository Agreement" | 2.66 |
| | | (c) "Home Country" or "country of origin" | 2.66 |
| | | (d) "Security holder" | 2.66 |
| 67 | | General Obligations of listed entity | 2.66 |
| 68 | | Disclosure of material events or information | 2.66 |
| 69 | | Indian Depository Receipt holding pattern & Shareholding details | 2.66 |
| 70 | | Periodical Financial Results | 2.67 |
| 71 | | Annual Report | 2.67 |
| 72 | | Corporate Governance | 2.67 |
| 73 | | Documents and Information to IDR Holder | 2.68 |
| 74 | | Equitable Treatment to IDR Holders | 2.68 |
| 75 | | Advertisements in Newspapers | 2.68 |
| 76 | | Terms of Indian Depository Receipts | 2.69 |
| 77 | | Structure of Indian Depository Receipts | 2.69 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER VII : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS INDIAN DEPOSITORY RECEIPTS | |
| 78 | | Record Date | 2.69 |
| 79 | | Voting | 2.70 |
| 80 | | Delisting of Indian Depository Receipt | 2.70 |
| | | | |
| | | CHAPTER VIII : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SECURITISED DEBT INSTRUMENTS | 2.70 |
| 81 | | Applicability | 2.70 |
| 82 | | Intimation and filings with stock exchange(s) | 2.70 |
| 83 | | Disclosure of information having bearing on performance/operation of listed entity and/or price sensitive information | 2.71 |
| 84 | | Credit Rating | 2.71 |
| 85 | | Information to Investors | 2.71 |
| 86 | | Terms of Securitized Debt Instruments | 2.72 |
| 87 | | Record Date | 2.72 |
| | | | |
| | | CHAPTER VIII A : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS SECURITY RECEIPTS | 2.73 |
| 87A | | Applicability | 2.73 |
| 87B | | Intimations and Disclosure of events or information to Stock Exchanges | 2.73 |
| 87C | | Valuation, Rating and NAV disclosure | 2.74 |
| 87D | | Terms of Security Receipts | 2.74 |
| 87E | | Record Date | 2.74 |
| | | | |
| | | CHAPTER IX : OBLIGATIONS OF LISTED ENTITY WHICH HAS LISTED ITS MUTUAL FUND UNITS | 2.75 |
| 88 | | Applicability | 2.75 |
| 89 | | Definitions | 2.75 |
| 90 | | Submission of Documents | 2.75 |
| 91 | | Dissemination on the website of stock exchange(s) | 2.76 |

| SERIAL NO. | PART | Chapter 2 : SEBI (LODR) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER X : DUTIES AND OBLIGATIONS OF THE RECOGNISED STOCK EXCHANGE(S) | 2.76 |
| 92 | | Dissemination | 2.76 |
| 93 | | Transferability | 2.76 |
| 94 | | Draft Scheme of Arrangement & Scheme of Arrangement | 2.76 |
| 95 | | Statement on Impact of Audit Qualifications accompanying Annual Audit Report | 2.77 |
| 96 | | Grievance Redressal | 2.77 |
| 97 | | Monitoring of Compliance/Non Compliance & Adequacy/ Accuracy of the disclosures | 2.77 |
| | | | |
| | | CHAPTER XI : PROCEDURE FOR ACTION IN CASE OF DEFAULT | 2.78 |
| 98 | | Liability for contravention of the Act, rules or the regulations | 2.78 |
| 99 | | Failure to pay fine | 2.78 |
| | | | |
| | | CHAPTER XI-A : POWER TO RELAX STRICT ENFORCEMENT OF THE REGULATIONS | 2.78 |
| 99A | | Exemption from enforcement of the regulations in special cases. | 2.78 |
| | | | |
| | | CHAPTER XII : MISCELLANEOUS | 2.79 |
| 100 | | Amendments to other regulations | 2.79 |
| 101 | | Power to remove difficulties | 2.79 |
| 102 | | Power to relax strict enforcement of the regulations | 2.79 |
| 103 | | Repeal and Savings | 2.80 |
| | | Schedule X | 2.80 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 3 : SEBI (PROHIBITION OF INSIDER TRADING) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER – I : PRELIMINARY | 3.1 |
| 1 | | Short title and commencement | 3.1 |
| 2 | | Definitions. | 3.1 |
| | | (a) "Act" | 3.1 |
| | | (b) Definitions. means the Securities and Exchange Board of India; | 3.1 |
| | | (c) "compliance officer" | 3.1 |
| | | (d) "connected person "means,- | 3.2 |
| | | (e) "generally available information" | 3.3 |
| | | (f) "immediate relative" | 3.3 |
| | | (g) "insider" | 3.4 |
| | | (h) "promoter" | 3.4 |
| | | (ha) "promoter group" | 3.4 |
| | | (hb) "proposed to be listed" | 3.4 |
| | | (i) "securities" | 3.4 |
| | | (j) "specified" | 3.4 |
| | | (k) "takeover regulations" | 3.5 |
| | | (l) "trading" | 3.5 |
| | | (m) "trading day" | 3.5 |
| | | (n) "unpublished price sensitive information" | 3.5 |
| | | CHAPTER – II : RESTRICTIONS ON COMMUNICATION AND TRADING BY INSIDERS | 3.6 |
| 3 | | COMMUNICATION OR PROCUREMENT OF UNPUBLISHED PRICE SENSITIVE INFORMATION. | 3.6 |
| 4 | | TRADING WHEN IN POSSESSION OF UNPUBLISHED PRICE SENSITIVE INFORMATION. | 3.8 |
| 5 | | TRADING PLANS. | 3.9 |

| SERIAL NO. | PART | Chapter 3 : SEBI (PROHIBITION OF INSIDER TRADING) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER – III : DISCLOSURES OF TRADING BY INSIDERS | 3.13 |
| 6 | | General provisions. | 3.13 |
| 7 | | DISCLOSURES BY CERTAIN PERSONS. | 3.13 |
| | | Initial Disclosures. | 3.13 |
| | | Continual Disclosures. | 3.14 |
| | | Disclosures by other connected persons. | 3.14 |
| | | CHAPTER – IIIA | 3.14 |
| 7A | | Definitions. | 3.14 |
| | | (a) 'Investor Protection and Education Fund' | 3.14 |
| | | (b) 'Informant' | 3.14 |
| | | (c) 'Informant Incentive Committee' | 3.15 |
| | | (d) 'insider trading laws' | 3.15 |
| | | (e) 'irrelevant, | 3.15 |
| | | (f) 'Legal Representative' | 3.15 |
| | | (g) 'Monetary Sanctions' | 3.15 |
| | | (h) 'Original Information' | 3.15 |
| | | (i) 'own analysis' | 3.16 |
| | | (j) 'own knowledge' | 3.16 |
| | | (k) 'Reward' | 3.16 |
| | | (l) 'securities laws' | 3.16 |
| | | (m) 'voluntarily providing information | 3.16 |
| 7B | | Submission of Original Information to the Board | 3.17 |
| 7C | | Receipt of Original Information by the Board | 3.18 |
| 7D | | Informant Reward. | 3.18 |

| SERIAL NO. | PART | Chapter 3 : SEBI (PROHIBITION OF INSIDER TRADING) REGULATIONS, 2015 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER – IIIA | |
| 7E | | Determination of amount of Reward. | 3.19 |
| 7F | | Application for Reward. | 3.19 |
| 7G | | Rejection of claim for Reward. | 3.19 |
| 7H | | Informant confidentiality. | 3.20 |
| 7I | | Protection against retaliation and victimisation | 3.21 |
| 7J | | Void Agreements | 3.22 |
| 7K | | No Amnesty | 3.23 |
| 7L | | Functions of Informant Incentive Committee | 3.23 |
| 7M | | Public dissemination and incentivisation of Informant. | 3.23 |
| | | CHAPTER – IV : CODES OF FAIR DISCLOSURE AND CONDUCT | 3.24 |
| 8 | | Code of Fair Disclosure. | 3.24 |
| 9 | | Code of Conduct. | 3.24 |
| 9A | | Institutional Mechanism for Prevention of Insider trading. | 3.26 |
| | | CHAPTER – V : MISCELLANEOUS | 3.27 |
| 10 | | Sanction for violations. | 3.27 |
| 11 | | Power to Remove Difficulties. | 3.28 |
| 12 | | Repeal and Savings. | 3.28 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 4 : SEBI (BUY BACK OF SECURITIES) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER – I : PRELIMINARY | 4.1 |
| 1 | | Short title and commencement | 4.1 |
| 2 | | Definitions | 4.1 |
| | | (a) 'Act' | 4.1 |
| | | (b) 'associate' | 4.1 |
| | | (c) "Board" | 4.1 |
| | | (d) 'Buyback period' | 4.1 |
| | | (e) 'control' | 4.2 |
| | | (f) 'company' | 4.2 |
| | | (g) 'Companies Act | 4.2 |
| | | (h) 'insider' | 4.2 |
| | | (i) 'merchant banker | 4.2 |
| | | (j) 'odd lots' | 4.2 |
| | | (k) 'promoter' | 4.2 |
| | | (l) 'registrar' | 4.2 |
| | | (m) 'securities' | 4.2 |
| | | (n) 'small shareholder' | 4.2 |
| | | (o) 'specified securities' | 4.3 |
| | | (p) 'statutory auditor' | 4.3 |
| | | (q) 'stock exchange | 4.3 |
| | | (r) 'tender offer' | 4.3 |
| | | (s) 'unpublished price sensitive information' | 4.3 |
| | | (t) 'working day' | 4.3 |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 4 : SEBI (BUY BACK OF SECURITIES) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER II : CONDITIONS OF BUY BACK | |
| 3 | | Applicability | 4.3 |
| 4 | | CONDITIONS AND REQUIREMENTS FOR BUY-BACK OF SHARES AND SPECIFIED SECURITIES | 4.3 |
| 5 | | GENERAL COMPLIANCE AND FILING REQUIREMENTS FOR BUY-BACK: | 4.5 |
| | | <i>Schedule I,</i> | 4.6 |
| | | CHAPTER III : BUY-BACK THROUGH TENDER OFFER | 4.7 |
| 6 | | BUY-BACK THROUGH TENDER OFFER | 4.7 |
| 7 | | DISCLOSURES, FILING REQUIREMENTS AND TIMELINES FOR PUBLIC ANNOUNCEMENT (<i>Schedule II.</i>) | 4.7 |
| 8 | | DISCLOSURES, FILING REQUIREMENTS AND TIMELINES FOR DRAFT LETTER OF OFFER (<i>Schedule V.</i>) | 4.8 |
| 9 | | Offer procedure | 4.8 |
| 10 | | CLOSURE AND PAYMENT TO SECURITIES HOLDERS: | 4.11 |
| 11 | | EXTINGUISHMENT OF CERTIFICATE AND OTHER CLOSURE COMPLIANCES: | 4.11 |
| 12 | | ODD-LOT BUY-BACK | 4.12 |
| | | CHAPTER IV : BUY-BACK FROM THE OPEN MARKET | 4.12 |
| 14 | | (a) through stock exchange, (b) Book-building process. | 4.12 |
| 16 | | BUY-BACK THROUGH STOCK EXCHANGE | 4.12 |
| | | Schedule IV; Schedule V; | 4.13 |
| 17 | | OPENING OF THE OFFER ON STOCK EXCHANGE: | 4.13 |
| 18 | | SUBSEQUENT COMPLIANCES FOR OPEN MARKET BUY-BACK THROUGH STOCK EXCHANGE: | 4.13 |
| 20 | | Escrow account for open market buy-back through stock exchange: | 4.14 |

| SERIAL NO. | PART | Chapter 4 : SEBI (BUY BACK OF SECURITIES) REGULATIONS, 2018 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER IV : BUY-BACK FROM THE OPEN MARKET | |
| 21 | | EXTINGUISHMENT OF CERTIFICATES FOR OPEN MARKET BUY-BACK THROUGH STOCK EXCHANGE: | 4.15 |
| 22 | | BUY-BACK THROUGH BOOK BUILDING (<i>Schedule V.</i>) | 4.16 |
| 23 | | EXTINGUISHMENT OF CERTIFICATES | 4.17 |
| | | CHAPTER V : GENERAL OBLIGATIONS | |
| 24 | | OBLIGATIONS OF THE COMPANY FOR ALL BUY-BACK PROCEDURE | 4.17 |
| 25 | | Obligations of the merchant banker | 4.19 |
| | | CHAPTER V-A : POWER TO RELAX STRICT ENFORCEMENT OF THE REGULATIONS | 4.19 |
| 25A | | Exemption from enforcement of the regulations in special cases. | 4.19 |
| | | CHAPTER VI : MISCELLANEOUS | 4.20 |
| 26 | | POWERS OF THE BOARD TO ISSUE DIRECTIONS | 4.20 |
| 27 | | Power of the Board to remove difficulties | 4.20 |
| 28 | | POWER TO RELAX STRICT ENFORCEMENT OF THE REGULATIONS. | 4.20 |
| 29 | | Repeal and savings | 4.21 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER I : PRELIMINARY | |
| 1 | | Short title, application and commencement | 5.1 |
| 2 | | Definitions | 5.1 |
| | | (a) "Act" | 5.1 |
| | | (b) "advertisement" | 5.1 |
| | | (c) "associate" | 5.1 |
| | | (d) "asset management company" | 5.1 |
| | | (e) "broker" | 5.1 |
| | | (ea) "capital protection oriented scheme" | 5.2 |
| | | (f) "close-ended scheme" | 5.2 |
| | | (g) "control" | 5.2 |
| | | (h) "custodian" | 5.2 |
| | | (i) "depository" | 5.2 |
| | | (j) "economic offence" | 5.2 |
| | | (k) omitted | 5.2 |
| | | (l) "form" | 5.2 |
| | | (m) "fraud" | 5.2 |
| | | (ma) "fund of funds scheme" | 5.2 |
| | | (mb) "gold exchange traded fund scheme" | 5.2 |
| | | (mc) "gold related instrument" | 5.2 |
| | | (md) goods" | 5.2 |
| | | (mm) "group" | 5.2 |
| | | (mn) "index fund scheme" | 5.2 |
| | | (mo) "InvIT" or "Infrastructure Investment Trust" | 5.2 |
| | | (n) "inspecting officer" | 5.3 |
| | | (o) "money market instruments" | 5.3 |
| | | (p) "money market mutual fund" | 5.3 |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER I : PRELIMINARY | |
| | | (q) "mutual fund" | 5.3 |
| | | (r) "offer document" | 5.3 |
| | | (s) "open-ended scheme" | 5.3 |
| | | (sa) "private placement" | 5.3 |
| | | (sb) "REIT" or "Real Estate Investment Trust" | 5.3 |
| | | (sc) "real estate mutual fund scheme" | 5.3 |
| | | (t) "relative" | 5.3 |
| | | (u) "scheme" | 5.3 |
| | | (v) "schedule" | 5.3 |
| | | (w) "securities laws" | 5.3 |
| | | (x) "sponsor" | 5.3 |
| | | (y) "trustees" | 5.3 |
| | | (z) "unit" | 5.3 |
| | | (z)(i) "unit holder" | 5.3 |
| | | CHAPTER II : REGISTRATION OF MUTUAL FUND | 5.4 |
| 3 | | Application for registration | 5.4 |
| 4 | | Application fee to accompany the application | 5.4 |
| 5 | | Application to conform to the requirements | 5.4 |
| 6 | | Furnishing information | 5.4 |
| 7 | | Eligibility criteria | 5.4 |
| 7A | | Criteria for fit and proper person | 5.5 |
| 7B | | Norms for Shareholding and Governance in Mutual Funds | 5.5 |
| 8 | | Consideration of application | 5.5 |
| 9 | | Grant of Certificate of Registration | 5.6 |
| 10 | | Terms and conditions of registration | 5.6 |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER II : REGISTRATION OF MUTUAL FUND | |
| 11 | | Rejection of application | 5.6 |
| 12 | | Payment of annual service fee | 5.6 |
| 13 | | Failure to pay annual service fee | 5.6 |
| | | CHAPTER III : CONSTITUTION AND MANAGEMENT OF MUTUAL FUND AND OPERATION OF TRUSTEES, ETC | 5.6 |
| 14 | | Trust deed to be registered under the Registration Act | 5.6 |
| 15 | | Contents of trust deed | 5.6 |
| 16 | | Disqualification from being appointed as trustees | 5.7 |
| 17 | | Approval of the Board for appointment of trustee | 5.7 |
| 18 | | Rights and obligations of the trustees | 5.7 |
| | | A. General Due Diligence: | 5.10 |
| | | B. Specific due diligence: The Trustees shall: | 5.10 |
| | | CHAPTER IV : CONSTITUTION AND MANAGEMENT OF ASSET MANAGEMENT COMPANY AND CUSTODIAN | 5.11 |
| 19 | | Application by an asset management company | 5.11 |
| 20 | | Appointment of an asset management company | 5.11 |
| 21 | | Eligibility criteria for appointment of asset management company | 5.11 |
| 22 | | Terms and conditions to be complied with | 5.13 |
| 23 | | Procedure where approval is not granted | 5.13 |
| 24 | | Restrictions on business activities of the asset management company | 5.13 |
| 25 | | Asset Management Company and its obligations | 5.15 |
| 26 | | Appointment of custodian | 5.18 |
| 27 | | Agreement with custodian | 5.18 |
| | | | |
| | | | |
| | | | |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER V : SCHEMES OF MUTUAL FUND | |
| 28 | | Procedure for launching of schemes | 5.18 |
| 29 | | Disclosures in the offer document | 5.19 |
| 29A | | Nomination | 5.19 |
| 30 | | Advertisement material | 5.20 |
| 31 | | Misleading statements | 5.20 |
| 31A | | In-principle approval from recognised stock exchange(s). | 5.20 |
| 31B | | Listing Agreement | 5.20 |
| 32 | | Listing of close ended schemes | 5.20 |
| 33 | | Repurchase of close ended schemes | 5.20 |
| 34 | | Offering period | 5.21 |
| 35 | | Allotment of units and refunds of moneys | 5.21 |
| 36 | | Statement of accounts or unit certificates | 5.22 |
| 37 | | Transfer of units | 5.23 |
| 38 | | Guaranteed returns | 5.23 |
| 38A | | Capital Protection oriented schemes | 5.23 |
| 39 | | Winding up | 5.23 |
| 40 | | Effect of winding up | 5.24 |
| 41 | | Procedure and manner of winding up | 5.24 |
| 42 | | Winding up of the scheme | 5.24 |
| 42A | | Delisting of units | 5.25 |
| | | CHAPTER VI : INVESTMENT OBJECTIVES AND VALUATION POLICIES | 5.25 |
| 43 | | Investment objective | 5.25 |
| 44 | | Investment, borrowing, restriction, etc | 5.25 |
| 45 | | Carry forward transactions, derivatives transactions and short selling transactions | 5.26 |
| 46 | | Underwriting of securities | 5.26 |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|----------------------------|
| | | CHAPTER VI : INVESTMENT OBJECTIVES AND VALUATION POLICIES | |
| 47 | | Valuation of investments | 5.26 |
| 48 | | Computation of Net Asset Value | 5.26 |
| 49 | | Pricing of Units | 5.27 |
| | | CHAPTER VIA : REAL ESTATE MUTUAL FUND SCHEMES | 5.28 |
| 49A | | Definitions | 5.28 |
| 49B | | Applicability | 5.28 |
| 49C | | Additional eligibility criteria | 5.28 |
| 49D | | Other conditions for real estate mutual fund schemes | 5.29 |
| 49E | | Permissible investments | 5.29 |
| 49F | | Valuation of real estates assets and declaration of net asset value | 5.30 |
| 49G | | Duties of asset management company | 5.30 |
| 49H | | Usage of real estate assets of a real estate mutual fund scheme | 5.31 |
| 49I | | Duties of trustees | 5.31 |
| 49J | | Disclosures in offer document and other disclosures | 5.32 |
| 49K | | Transactions by employees etc. | 5.32 |
| | | CHAPTER VI -B : INFRASTRUCTURE DEBT FUND SCHEMES | 5.32 |
| 49L | | Definitions | 5.32 |
| 49M | | Applicability | 5.33 |
| 49N | | Eligibility criteria for launching infrastructure debt fund scheme | 5.33 |
| 49NA | | Offering period | 5.33 |
| 49O | | Conditions for infrastructure debt fund schemes | 5.33-5.34 |
| 49O-A | | Private Placement | 5.34 |
| 49P | | Permissible investments | 5.34 |
| 49Q | | Valuation of assets and declaration of net asset value | 5.36 |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|--|-------------------------|
| | | CHAPTER VI -B : INFRASTRUCTURE DEBT FUND SCHEMES | |
| 49R | | Duties of asset management company | 5.36 |
| 49S | | Disclosures in offer document and other disclosures | 5.37 |
| 49T | | Transactions by employees etc. | 5.37 |
| | | CHAPTER VII : GENERAL OBLIGATIONS | 5.37 |
| 50 | | To maintain proper books of account and records, etc. | 5.37 |
| 51 | | Financial year | 5.37 |
| 51A | | Credit of exit load to scheme | 5.38 |
| 52 | | Limitation on fees and expenses on issue of schemes | 5.38 |
| 52A | | Declaration of dividends | 5.41 |
| 53 | | Despatch of warrants and proceeds | 5.41 |
| 54 | | Annual Report | 5.41 |
| 55 | | Auditor's report | 5.41 |
| 56 | | Providing copies of Annual report and summary thereof | 5.42 |
| 57 | | Annual Report to be forwarded to the Board | 5.42 |
| 58 | | Periodic and continual disclosures | 5.42 |
| 59 | | Half-yearly Disclosures | 5.43 |
| 59A | | Statement of Portfolio | 5.43 |
| 60 | | Disclosures to the investors | 5.43 |
| | | CHAPTER VIII : INSPECTION AND AUDIT | 5.43 |
| 61 | | Board's right to inspect and investigate | 5.43 |
| 62 | | Notice before inspection and investigation | 5.44 |
| 63 | | Obligations on inspection and investigation | 5.44 |
| 64 | | Submission of report to the Board | 5.44 |
| 65 | | Action on inspection or investigation report | 5.44 |

| SERIAL NO. | PART | Chapter 5 : SEBI (MUTUAL FUNDS) REGULATIONS, 1996 | ICAI STUDY MAT PAGE NO. |
|------------|------|---|-------------------------|
| | | CHAPTER VIII : INSPECTION AND AUDIT | |
| 66 | | Appointment of auditor | 5.45 |
| 67 | | Payment of inspection fees to the Board | 5.45 |
| | | CHAPTER IX : PROCEDURE FOR ACTION IN CASE OF DEFAULT | |
| 68 | | Liability for action in case of default | 5.45 |
| 69 to 74 | | Ommitted | |
| 75 | | Action against intermediaries | 5.46 |
| 75A | | Action against mutual fund and/or asset management company | 5.46 |
| 76 | | Adjudication, etc. | 5.46 |
| | | CHAPTER X : MISCELLANEOUS | 5.46 |
| 77 | | Power of the Board to issue clarifications | 5.46 |
| 78 | | Repeal and saving | 5.46 |