Foreign Exchange Management Act, 1999

Prohibition on acquisition or transfer of immovable property in India by citizens of certain countries :

No person being a citizen of
- Pakistan,
- Bangladesh,
- Sri Lanka,
- Afghanistan,
- China,
- Iran,
- Nepal,
- Bhutan,
- Macau or
- Hong Kong

without prior permission of the Reserve Bank → shall acquire or transfer immovable property in India, → **other than lease, not exceeding five years."**

Amendment to the Regulation Chit Funds

The Registrar of Chits or an officer authorised by the state government in this behalf, may, → in consultation with the State Government concerned, → permit any chit fund to accept subscription from **Non- resident Indians**

Non- resident Indians shall be eligible → to subscribe, through banking channel and on non- repatriation basis, to such chit funds , → without limit subject to the conditions stipulated by the Reserve Bank of India from time to time".

Amendment to the Regulations: Capital Account Transactions

In the Foreign Exchange Management (Permissible Capital Account Transactions) Regulations, 2000, in Regulation 4, in sub-regulation- (a), for the existing provisos, the following shall be substituted:- "PROVIDED that –

(a) subject to the provisions of the Act or the rules or regulations or directions or orders made or issued thereunder, → a resident individual may, draw from an authorized person foreign exchange → not exceeding USD 250,000 per financial year or such amount → as decided by Reserve Bank from time to time for a capital account transaction specified in Schedule I.

(b) Where the drawal of foreign exchange by a resident individual → for any capital account transaction specified in Schedule I → exceeds USD 250,000 per financial year, or as decided by Reserve Bank from time to time as the case may be, → the limit specified in the regulations relevant to the transaction shall apply with respect to such drawal.

PROVIDED FURTHER that no part of the foreign exchange of USD 250,000, drawn under proviso (a) shall be used for remittance directly or indirectly to countries notified as non-co-operative countries and territories by Financial Action Tas Force (FATF) from time to time and communicated by the Reserve Bank of India to all concerned."

SECURITY EXCHANGE BOARD OF INtDIA ACT, 1992

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Amendment in ICDR Regulation number 10: Fast Track Issue

- a. the equity shares of the issuer have been listed on any recognised stock exchange
  ↓ having nationwide trading terminals
  ↓ for a period of at least three years immediately preceding the reference date;
- b. the average market capitalisation of public shareholding of the issuer is
  ↓ at least Rs. 1000 cr in case of public issue and Rs. 250 cr in case of rights issue;
- c. the annualised trading turnover of the equity shares of the issuer during six calendar months
  ↓ immediately preceding the month of the reference date has been
  ↓ at least 2% of the weighted average number of equity shares listed during such six months' period:
- d. the issuer has redressed at least 95% of the complaints received from the investors
  ↓ till the end of the quarter immediately preceding the month of the reference date;
- e. the issuer has been in compliance with the equity listing agreement
  ↓ for a period of at least three years immediately preceding the reference date:

[Provided that for issuers, whose public shareholding is less than 15% of its issued equity capital, the annualised trading turnover of its equity shares has been at least 2% of the weighted average number of equity shares available as free float during such six months' period;]

Provided further that imposition of only monetary fines by stock exchanges on the issuer shall not be a ground for ineligibility for undertaking issuances under this reg- ulation

SECURITY EXCHANGE BOARD OF INDIA ACT, 1992   2nd chart

- f. the impact of auditors' qualifications, if any, on the audited accounts of the issuer → in re- spect of those financial years → for which such accounts are disclosed in the offer document → does not exceed 5% of the net profit or loss after tax of the issuer for the respective years;

- g. no show-cause notices have been issued or prosecution proceedings → initiated by the Board or pending against the issuer or its promoters or whole time directors as on the reference date; → **(ga) the issuer or promoter or promoter group or director of the issuer** → **has not settled any alleged violation of securities laws through the consent or settlement mechanism with the Board** → **during three years immediately preceding the reference date.**

- h. The entire shareholding of the promoter group of the issuer → is held in dematerialised form on the reference date.

- i. in case of a rights issue, promoters and promoter group shall mandatorily → subscribe to their rights entitlement and shall not renounce their rights, → except to the extent of re- nunciation within the promoter group or for the purpose of complying with → minimum public shareholding norms prescribed under Rule 19A of the Securities Contracts (Regu- lation) Rules, 1957;

- j. the equity shares of the issuer → have not been suspended from trading → as a disciplinary measure during last three years → immediately preceding the reference date;

- k. the annualized delivery- based trading turnover of the equity shares → during six calendar months immediately preceding the month of the reference date → has been at least ten percent of the weighted average number of equity shares listed during such six months' period;

- l. there shall be no conflict of interest between the lead merchant banker(s) and → the issuer or its group or associate company in accordance with applicable regulations.

Amendment in ICDR Reg 58:
Disclosure in Abridged Prospectus

Disclosures:

- (I) Information as is material and appropriate to enable the investors
  - to make an informed decision shall be disclosed in the abridged prospectus.
- (II) An issuer making a public issue of specified securities
  - shall make the disclosures in the abridged prospectus
    - as per the format specified by the Board from time to time.

General Instructions:

- (III) The abridged prospectus shall be submitted
  - to the Board (one copy).
- (IV) The abridged prospectus including
  - the application form
    - shall not exceed 5 sheets (printed both sides).
- (V) Information which is of generic nature and
  - not specific to the issuer shall be brought out in the form of a General Information Document (GID)
    - as specified by the Board.
- (VI) Abridged Prospectus
  - shall be printed in a booklet form of A4 size paper.
- (VII) The Abridged Prospectus shall be printed in a font size
  - which shall not be visually smaller than Times New Roman size 11 (or equivalent) with 1.0 line spacing.
- (VIII) Information required to be given in Tabular Format
  - shall not appear in running text format.
- (IX) The order in which items
  - appear in the abridged prospectus
    - shall be as specified by the Board.
- (X) The application form shall be so positioned that
  - on the tearing-off of the application form,
    - no part of the information given in the abridged prospectus is mutilated."

Amendment in allocation to Anchor Investor: Sch XI Part A

1. An Anchor Investor shall make an application of a value of → at least Rs. 10 crore in the pub- lic issue.

2. Allocation to Anchor Investors shall be on a discretionary basis and → subject to a minimum number of 2 such investors for allocation of → upto Rs. 250 crore and 5 such investors for allocation of more than Rs. 250 crore.

3. Upto thirty percent (30%) of the portion available for allocation → to qualified institutional buyers shall be available to anchor investor(s) → for allocation/allotment ("anchor investor por- tion").

4. One-third of the anchor investor portion → shall be reserved for domestic mutual funds.

5. The bidding for Anchor Investors → shall open one day before the issue opening date.

6. Anchor Investors shall pay → a margin of at least 25% on application → with the balance to be paid within two days of the date of closure of the issue.

7. Allocation to Anchor Investors → shall be completed → on the day of bidding by Anchor Investors.

8. The number of shares allocated to Anchor Investors and → the price at which the allocation is made, → shall be made available in public domain by the merchant banker → before opening of the issue.

9. There shall be a lock-in of 30 days → on the shares allotted to the Anchor Investor → from the date of allotment in the public issue.