

FEMA CA. Manoj Shah, CA Atal Bhanja	
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Summary Information on few Compounding Orders issued after 1st March 2020

Sr. No.	Party Name	Nature of Contravention	Date of Order	Compounding Fees (Rs.)
1.	Madri Tourism India Pvt Ltd.	Contraventions under Para 3.1.I.A.2 of FEMa Notification 395 for non-allotment of equity instruments to person resident outside India within 60 days from date of receipt of consideration.	27-10-2022	60,838
2.	Singhvi Jewels	Contraventions under Regulations 5(1) and 15(iii) of FEMA Notification NO. 120 for making overseas investment without prior RBI approval and delay in filing of APR.	02-09-2022	2,02,875
3.	Brain League Intellectual Property Services P. Ltd.	Contraventions under Regulation 15(iii), 16(1)(iii) and 16(1)(iv) of FEMA Notification NO. 120 for delay in filing of APR, disinvestment without obtaining valuation report and disinvestment despite Indian party having outstanding dues from JV or WOS	09-09-2022	1,88,477

1. RBI NOTIFICATION NO. RBI/2022-23/140 DoR.FIN.REC.82/03.10.123/2022-23 DATED November 23, 2022

Inclusion of Goods and Service Tax Network (GSTN) as a Financial Information Provider under Account Aggregator Framework

Please refer to the Master Direction – Non-Banking Financial Company - Account Aggregator (Reserve Bank) Directions, 2016 dated September 02, 2016.

With a view to facilitate cash flow-based lending to MSMEs, it has been decided to include Goods and Services Tax Network (GSTN) as a Financial Information Provider (FIP) under the Account Aggregator (AA) framework. Department of Revenue shall be the regulator of GSTN for this specific purpose and Goods and Services Tax (GST) Returns, viz. Form GSTR-1 and Form GSTR-3B, shall be the Financial Information.

2. RBI NOTIFICATION NO. RBI/2022-23/141 DOR.LRG.REC.83/03.10.001/2022-23 DATED November 23, 2022

Basel III Framework on Liquidity Standards – Standing Deposit Facility

Please refer to circular DBOD.BP.BC.No.120/21.04.098/2013-14 dated June 09, 2014 on 'Basel III Framework on Liquidity Standards – Liquidity Coverage Ratio (LCR), Liquidity Risk Monitoring Tools and LCR Disclosure Standards' and the Press Release 2022-2023/41 dated April 08, 2022 on operationalising of Standing Deposit Facility (SDF).

RBI has received queries from banks seeking clarification on the treatment of SDF under Liquidity Risk Management Framework.

Accordingly, it is advised that the overnight balances held by banks with RBI under SDF shall be eligible as 'Level 1 High Quality Liquid Assets (HQLA)' for computation of LCR.

Applicability

4. This circular is applicable to all Commercial Banks (excluding Local Area Banks, Regional Rural Banks and Payments Banks).
5. These instructions shall come into force with immediate effect.