

Circular No.: NSDL/POLICY/DDP/2015/0003

Date: February 12, 2015

Subject: Change in investment conditions for FPI investments in Government Debt Securities.

Attention of Participants who are registered with SEBI as Designated Depository Participants (DDPs) is invited to SEBI Circular No. CIR/IMD/FIIC/2/2015 dated February 5, 2015 (copy enclosed) regarding change in investment conditions for FPI investments in Government Debt Securities.

It is mentioned at **point no. 2** of aforesaid SEBI circular that “*FPIs shall be permitted to invest in Government securities, the coupons received on their investments in Government securities. Such investments shall be kept outside the applicable limit (currently USD 30 billion) for investments by FPIs in Government securities.*”

It is also mentioned in aforesaid SEBI circular that for the purpose of investment of coupons, the FPIs shall have an investment period of **5 working days** from the date of receipt of the coupon. A re-investment facility of 5 working days shall be provided on the Government securities that have been purchased by utilizing the coupons. The coupons invested in purchasing Government securities shall be classified into a separate investment category which is over and above the USD 30 billion Government debt limit. It is further clarified by SEBI that coupons received on these Government securities purchased by investment of coupons shall also have the same facility.

DDPs are hereby informed that a **new code** viz. ‘**GBCN**’ has been incorporated under ‘**Instrument Type**’ for reporting of information/transaction related to Coupon on Government securities in respect of FPIs/Deemed FPIs in the prescribed format on daily basis before **8 pm**. Accordingly, the codes in respect of reporting of buy/sell/investment information related to ‘Government / Corporate Debt’ securities carried out by FPIs / Deemed FPIs have been **revised** and are enclosed at **Annexure I**.

The information pertaining to coupon investment data shall be disseminated on NSDL website [www.fpi.nsd.co.in] / [www.nsd.co.in] under ‘**Debt Utilisation Status**’.

DDPs are advised to take note of the same and ensure compliance.

For and on behalf of
National Securities Depository Limited

Samar Banwat
Senior Vice President

Enclosed: Two



FORTHCOMING COMPLIANCE			
Particulars	Deadline	Manner of sending	Reference
Investor Grievance Report (Monthly)	By 10 th of the following month.	By email at dp_igreport@nsdl.co.in Alternatively, by hard copy to the Investor Relationship Cell.	1. Circular No. NSDL/PI/98/500 dated October 6, 1998. 2. Circular No. NSDL/PI/2004/1688 dated September 16, 2004.