

# **Regulatory Alert**

## **IAAs/RAs/MiIs/MFs/DDPs/RTAs/AMCs/AIFs/InvITs/REITs**

### **June 2025 – Vol - I**

#### **1. Measures for Enhancing Trading Convenience and Strengthening Risk Monitoring in Equity Derivatives**

SEBI introduced new measures to enhance trading convenience and strengthen risk monitoring in equity derivatives. Key initiatives include Open Interest (OI) formulation, measuring net Delta adjusted positions at a portfolio level. The Market Wide Position Limit (MWPL) is recalibrated, linking it to free float and Average Daily Delivery Value. Rules for position creation during single stock ban periods now mandate reducing FutEq OI. Additionally, new position limits are stipulated for Index Futures and Options, along with intraday monitoring of MWPL utilization. For more details, [click here](#).

#### **2. Investor Charter for Investment Advisers**

SEBI has made it mandatory for all Investment Advisers to adopt and publish a standard Investor Charter. It details key rights, obligations, grievance redressal process, and fees. The Charter must be available on the adviser's website and shared with clients at the time of onboarding. This initiative fosters transparency, accountability, and improved investor trust. For more details, [click here](#).

#### **3. Investor Charter for Research Analysts**

SEBI has introduced an Investor Charter for Research Analysts outlining services offered, investor rights, fee structures, and grievance mechanisms. The Charter must be disclosed on websites shared during client onboarding and ongoing communication, and updated regularly. Research Analysts must also publish monthly complaint data. This initiative is designed to promote investor awareness and standardised disclosures. For more details, [click here](#).

#### **4. Margin obligations to be given by way of Pledge/Re-pledge in the Depository System**

SEBI introduces an automated combined process for invocation and sale of securities. This includes a new 'Pledge release for early pay in' functionality for clients selling pledged securities and an 'invocation cum redemption' process for mutual funds. The new provisions will be effective from September 5, 2025, with depositories providing detailed operating guidelines. For more details, [click here](#).

#### **5. Extension of timeline of additional liquidation period for VCFs migrating to SEBI (Alternative Investment Funds) Regulations, 2012**

SEBI has allowed an extended liquidation period for Venture Capital Funds (VCFs) that are transitioning to the Alternative Investment Fund (AIF) regime. The extension applies to schemes that could not liquidate assets within the earlier timeframe. This extension

provides operational flexibility and ensures a more orderly exit process. It is part of SEBI's phased regulatory harmonisation efforts. For more details, [click here](#).

#### **6. Adoption of Standardised, Validated and Exclusive UPI IDs for Payment Collection by SEBI Registered Intermediaries from Investors**

SEBI circular introduces a standardised, validated, and exclusive UPI ID mechanism for SEBI-registered investor-facing intermediaries to collect funds. The primary objective is to enhance accessibility and safety in the securities market by assuring investors that their payments are made to verified and registered market entities. While optional for investors, it is mandatory for intermediaries to obtain and display the verified UPI IDs. For more details, [click here](#).

#### **7. Timelines for rebalancing of portfolios of mutual fund schemes in cases of all passive breaches**

SEBI has clarified that the provisions regarding the timelines for rebalancing of portfolios of mutual fund schemes shall be applicable for all types of passive breaches for the actively managed mutual fund schemes. For more details, [click here](#).

#### **8. Extension towards Adoption and Implementation of Cybersecurity and Cyber Resilience Framework (CSCRF) for SEBI Regulated Entities (REs)**

Recognising the need for robust cybersecurity measures and protection of data and IT infrastructure, SEBI has issued 'Cybersecurity and Cyber Resilience Framework (CSCRF) for SEBI Regulated Entities. It has been decided to extend the compliance timeline till August 31, 2025 to all REs, except Market Infrastructure Institutions (MIIs), KYC Registration Agencies (KRAs), and Qualified Registrars to an Issue and Share Transfer Agents (QRTAs). Stock Exchanges and depositories are directed to bring the provisions of this circulars to the notice of their members/ participants and also disseminate the same on their websites. For more details, [click here](#)

***The above Regulatory alerts may be relevant for the individuals with the following NISM Certification Examinations:***

- NISM Series II-A: Registrars and Transfer Agents (Corporate) Certification Examination
- NISM Series II-B: Registrars and Transfer Agents (Mutual Fund) Certification Examination
- NISM Series III-A: Securities Intermediaries Compliance (Non-Fund) Certification Examination
- NISM Series VIII: Equity Derivatives Certification Examination
- NISM Series X-A: Investment Adviser (Level 1) Certification Examination
- NISM Series X-B: Investment Adviser (Level 2) Certification Examination
- NISM-Series X-C: Investment Adviser Certification (Renewal) Examination
- NISM Series XV: Research Analyst Certification Examination
- NISM Series XV-B: Research Analyst (Renewal) Certification Examination
- NISM-Series XIX-C: Alternative Investment Fund Managers Certification Examination
- NISM-Series XIX-D: Category I and II Alternative Investment Fund Managers Certification Examination
- NISM-Series XIX-E: Category III Alternative Investment Fund Managers Certification Examination