

National Stock Exchange Of India Limited**Department: INVESTOR SERVICES CELL**

Download Ref No: NSE/ISC/66717

Date: February 18, 2025

Circular Ref. No: 05/2025

To All Members,

Sub: Enhancement of operational efficiency and Risk Reduction - Pay-out of securities directly to client demat account

This is with reference to SEBI Circular No. SEBI/HO/MIRSD/MIRSD-PoD1/P/CIR/2024/75 dated June 05, 2024, Exchange Circular No. NSE/INSP/62420 dated June 11, 2024, Exchange Circular No. NSE/ISC/62810 dated July 05, 2024, Exchange Circular No. NSE/ISC/63535 dated August 23, 2024, Exchange Circular No. NSE/ISC/64423 dated October 08, 2024, Exchange Circular No. NSE/ISC/64509 dated October 11, 2024, Exchange Circular No. NSE/ISC/64967, NSE/ISC/64984 dated November 08, 2024 and NSE/ISC/66165 dated January 16, 2025 on "Enhancement of Operational Efficiency and Risk Reduction - Payout of Securities directly to client demat account".

Trading Members are requested to make a note of the below changes in regard to implementation of Enhancement of Operational Efficiency and Risk Reduction - Payout of Securities directly to client demat account:

1. Validated Primary Demat account details of clients categorized as Non-Resident Indians (NRIs) Category – 11, shall be sent to the Clearing Corporations (CCs). Hence, payouts of NRIs shall be credited directly to client's Demat account.
2. Additionally, the Validated Primary Demat account details of clients categorized as Depository Receipts (DR) – Category 21, shall not be sent to the CCs during phase 1. Hence, payouts of DR shall continue to be credited as per the current process. Any changes in procedure of pay-out with respected to DR client shall be communicated later.

In order to assist the Trading Members to identify the validation status of the demat accounts and rectify where-ever necessary, the Exchange is disseminating "segment wise demat account validation report" on the extranet by EOD daily. In addition to this, Exchange shall provide the Bank validation status of clients who have opted for Trading Supported by Block Mechanism (UPI). This report provides a comprehensive overview of the validation status of all active UCCs in Cash and Futures & Options segments and UPI clients.

File name: SEG_TMCODE_UCC_DEMAT_AND_BANK_ACCOUNT_VALIDATION_STATUS_DATE_SEQUENCE.csv

File Path: Extranet

You are kindly requested to take note of the above.

In case of any query kindly contact uci@nse.co.in

**For and on behalf of
National Stock Exchange of India Limited**

**Shanti Idnani
Associate Vice President**

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