



AUGUST 2023

NEWS LETTER

From Customer Care Desk

August 2023 "NEWS LETTER" with the latest communication, updates and other important points.

LATEST COMMUNICATIONS AND UPDATES



E- MANDATE LIMIT ENHANCED BY NPCI

(Mail dated – 9th Aug 2023)

- ▶ We are glad to inform you that as per the NPCI circular NPCI/2020-21/NACH/Circular No-10, NPCI has enhanced the E-Mandate registration limit through all modes i.e. Esign, Net-banking & Debit Card.
- ▶ E-Mandate enhancement limit shall be carried out in the below mentioned two phases.

Sr. No	eMandate Mode	Current Limit	Phase I Revised limit w.e.f August 01, 2023	Phase II Revised limit w.e.f September 15, 2023
1	Esign	1 Lac	50 Lacs	1 Cr
2	Net banking & Debit Card	10 Lacs	50 Lacs	1 Cr

- ▶ We have already taken necessary changes for phase-I on E-Wealth and PIT modules, and as per the said circular, the necessary changes for phase II will be implemented on September 15, 2023.
- ▶ We request you to kindly take note of the same and take advantage of the new enhancement.

IMPLICATIONS OF NISM XXI A CERTIFICATION NON COMPLIANCE

(Mail dated – 10th Aug 2023)

- ▶ In continuation to our earlier email communications of PMS certification , we urge you to kindly complete and submit your NISM XXI-A examination certificate before 06th Sept 2023. Non compliant to this will impact as mentioned below:
 - PMS brokerage will be kept on hold till the time the certificate is provided to us.
 - No PMS business will be allowed under your code.
- ▶ Kindly refer to the attached FAQ to get more clarification about clearing the examination.
- ▶ We hereby request you to take a note of the same and clear the examination to avoid uninterrupted services.

NON BUSINESS DAY FOR ALL LIQUID & DEBT SCHEMES ON ACCOUNT OF PARSI NEW YEAR

(Mail dated – 14th Aug 2023)

- As informed by Exchange, please note that due to the bank holiday on 16th August 2023 on account of "Parsi New Year", following Mutual Fund transactions processing were impacted.

Applicable NAV matrix for 16th August 2023 - Non business day and transaction acceptance on NJ E-Wealth Platform due to Parsi New Year				
Transaction Type	Scheme Type	Transaction Submission Date	NAV applicability	Units Settlement/Fund Payout
Purchase/SIP/SWI/STP	Equity	14th Aug 2023 (After cutoff) To 16th Aug 2023 (Before cutoff)	16th Aug 2023	17th Aug 2023
Purchase/SIP/SWI/STP	Other than Equity	14th Aug 2023 (After cutoff) To 16th Aug 2023 (Before cutoff)	17th Aug 2023	18th Aug 2023
Redemption/SWI/STP/ SWP	Equity	14th Aug 2023 (After cutoff) To 16th Aug 2023 (Before cutoff)	16th Aug 2023	As per Scheme TAT (i.e 18th Aug)
Redemption/SWI/STP/ SWP	Other than Equity	14th Aug 2023 (After cutoff) To 16th Aug 2023 (Before cutoff)	17th Aug 2023	As per Scheme TAT (i.e 18th Aug)

- No redemption payout & unit allotments were done for any type of transactions on 16th August 2023.

TER CHANGE IMPACT IN BROKERAGE

(Mail dated – 17th Aug 2023)

- This is to inform you that TER of below mentioned schemes have been reduced by more than 10 bps.
- As the reduction in TER is more than 10 bps TER cut impact will be given in the immediate succeeding month. So W.E.F 1st Aug 2023, existing rates on AUM mobilized upto 31st July 2023 will be reduced as per below table.

Portfolio Scheme Name	Base TER#	Base Month TER	July'23 TER	Difference	Deduction impact in Payable
Aditya Birla Sun Life Equity Savings Fund	April'19	2.08	1.04	-1.04	-0.520
Canara Robeco Small Cap Fund	Sep'22	1.81	1.71	-0.10	-0.050
Canara Robeco Value Fund	Mar'22	2.24	2.14	-0.10	-0.050
DSP India T.I.G.E.R. Fund	Mar'22	2.01	1.91	-0.10	-0.050
Edelweiss Nifty Next 50 Index Fund	Dec'22	1.00	0.81	-0.19	-0.095
Franklin India Equity Savings Fund	April'19	1.97	1.09	-0.88	-0.440
Franklin India Opportunities Fund	April'19	2.25	2.12	-0.13	-0.065
Templeton India Value Fund	Mar'23	2.15	2.05	-0.10	-0.050
HDFC Focused 30 Fund	Dec'22	1.84	1.74	-0.10	-0.050
ICICI Prudential Commodities Fund	Oct'19	2.20	2.09	-0.11	-0.055
LIC MF ELSS	April'19	2.25	2.08	-0.17	-0.085

Portfolio Scheme Name	Base TER#	Base Month TER	July'23 TER	Difference	Deduction impact in Payable
LIC MF Flexi Cap Fund	April'19	2.30	2.16	-0.14	-0.070
LIC MF Large Cap Fund	Sep'21	2.24	2.03	-0.21	-0.105
Mahindra Manulife Large & Mid Cap Fund	Aug'22	2.12	2.02	-0.10	-0.050
Mahindra Manulife Small Cap Fund	Mar'23	2.23	2.09	-0.14	-0.070
Quant Active Fund	Mar'22	1.60	1.50	-0.10	-0.050
Quant Value Fund	Aug'22	2.00	1.75	-0.25	-0.125
SBI Infrastructure Fund	July'22	2.09	1.99	-0.10	-0.050
SBI Magnum Childrens Benefit Fund\Investment Plan	Mar'23	2.14	2.03	-0.11	-0.055
Sundaram Financial Services Opportunities Fund	April'19	2.29	2.18	-0.11	-0.055
Tata Mid Cap Growth Fund	Sep'21	2.02	1.91	-0.11	-0.055
Tata Small Cap Fund	Sep'22	1.92	1.75	-0.17	-0.085
Union Midcap Fund	April'19	2.30	2.20	-0.10	-0.050
WhiteOak Capital Mid Cap Fund	Sep'22	2.30	2.16	-0.14	-0.070

#Base month = TER Comparison month(last TER cut impact given month)

REVISED IMPLEMENTATION DATE - ENHANCEMENT IN NJ E-WEALTH & E-WEALTH MF REGISTRATION PROCESS

(Mail dated – 18th Aug 2023)

- ▶ With reference to our email dated August 14, 2023 on Enhancement in NJ E-Wealth & E-Wealth MF Registration Process, we would like to inform you that the changes will now be made live from September 5, 2023.
- ▶ The E-Wealth & E-Wealth MF account registration module including PMS will be unavailable on 03rd & 04th September 2023.
- ▶ We would like to reiterate the key changes, as mentioned below:
 1. Currently, the accounts are activated only after the KYC status is registered/validated by the KRAs, but w.e.f September 5, 2023, as per the SEBI circular SEBI/HO/MIRSD/FATF/P/CIR/2023/0144, the accounts will get activated irrespective of the KYC status. Further, if the KYC status fails later on, then the account status will be marked as deactivated until the KYC is registered/validated.
 2. KYC Non compliant clients will not be required to upload their PAN card copies as the same will be fetched from their Digilocker.
 3. Clients who have declared themselves as Multiple Country Tax Residents will be required to upload Tax Identification Proof of the respective country.
 4. Issues faced while fetching CKYC details have been fixed which will help open the accounts faster than before.
 5. Other backend system enhancements for faster account opening and adherence to compliance requirements.
- ▶ Also please note that the applications under status "Document Awaited", "Not Approved", "On Hold", "Returned to PSC" are canceled on **September 04, 2023**.
- ▶ Regret the inconvenience caused during the unavailability of the account opening utility for 2 days. The system changes will help us with faster account opening and comply with the regulatory requirements.

TEMPORARY SUSPENSION OF SIP TOP-UP FACILITY FOR DEMAT MODE

(Mail dated – 23rd Aug 2023)

- ▶ This is to inform you that the SIP Top up facility will be temporarily unavailable on NJ Wealth Platform from August 31, 2023.
- ▶ We shall be re-introducing the SIP Top-up facility for both Demat & Non-Demat modes with some new and exciting features very shortly.
- ▶ Detailed flow of the same will be shared once the new enhancements of the Top Up SIP facility is re-introduced.
- ▶ We request you kindly take note of the same and inform the valuable clients accordingly.

SUBMISSION OF NON-PROFIT ORGANIZATION (NPO) DECLARATION TILL AUG 31, 2023

(Mail dated – 25th Aug 2023)

- ▶ This is with reference to recent amendments in the Prevention of Money-laundering (Maintenance of Records) Amendment Rules, 2023, where the definition of Non-Profit Organization (NPO) has been updated. "Non-profit organization" means any entity or organization, constituted for religious or charitable purposes referred to in clause (15) of section 2 of the Income-tax Act, 1961 (43 of 1961), that is registered as a trust or a society under the Societies Registration Act, 1860 (21 of 1860) or any similar State legislation or a Company registered under the section 8 of the Companies Act, 2013 (18 of 2013).
- ▶ Accordingly, we request you to confirm the NPO status of your applicable investors by submitting the attached NPO declaration form duly filled and signed by the Authorized Signatories along with the confirmation on your NPO registration with DARPAN portal.
- ▶ For more information about NPO, please refer to these FAQs.
- ▶ We urged you to contact your investors immediately and assist them in completing this process on or before August 31, 2023 to avoid any restrictions / rejection on financial transactions, if any.

REVISED ULTIMATE BENEFICIARY OWNER (UBO) DECLARATION TILL AUG 31, 2023

(Mail dated – 25th Aug 2023)

- ▶ This is with reference to recent amendments in the Prevention of Money-laundering (Maintenance of Records) Rules of 2023, we wish to draw your attention to an important change affecting controlling ownership interest percentages. Specifically, the threshold for Corporate entities has been revised from 25% to 10%, while for Trusts, it has been revised from 15% to 10%, in order to determine the Ultimate Beneficial Owner (UBO). If there is no individual person holding such controlling interest, details of senior management positions (such as CEO or MD) are to be provided as UBO with their information.
- ▶ Considering this regulatory requirement, we request you to update the UBO information for your applicable investors by submitting the attached UBO declaration form duly filled and signed by the Authorized Signatories along with a suitable supporting document.
- ▶ For more information regarding UBO, please refer to these FAQs.
- ▶ We urge you to contact your investors immediately and assist them in completing this process latest by **August 31, 2023** to avoid restriction / rejection of financial transactions, if any.

ENHANCEMENT IN BANK ACCOUNT REPORT FOR NJ PMS INVESTORS

(Mail dated – 29th Aug 2023)

- ▶ We are pleased to announce several enhancements in the Bank Account report for our PMS investors.
- ▶ **Key highlights of the report includes:**
 - **Consolidated report for all portfolios:** Bank Account report has been updated to allow consolidation of multiple portfolios into a single comprehensive report.
 - **Bank Account report for NRI investors:** NRI investors can access this new report, the Bank Account Report, from the period starting from the financial year 2022-23 by navigating to the "Bank Account Report" section on the PMS Desk menu. Bank Account report shall be included in the Audited report prospectively.
- ▶ We trust these improvements will enhance your experience while accessing the Bank Account Report.

EXTENSION OF TIMELINE FOR OUTSTANDING DP CHARGES PAYMENT OF E WEALTH CLIENTS

(Mail dated – 31st Aug 2023)

- ▶ We would like to highlight to you that many of your client's E-Wealth accounts were marked as deactivated due to outstanding DP Charges.
- ▶ Currently, we have activated such e-wealth accounts and have been given an additional two months extension to pay outstanding DP Charges in order to avoid any deactivation of your clients E Wealth Account. For DP Charges Bills generated from April to June 2023, the client will have to pay outstanding DP Charges till 31st Oct 2023.
- ▶ For knowing for which E Wealth account the DP charges are due, NJ Wealth Partner can go to [Partner Desk > Stock Exchange > E-Wealth Reg. Status and Destat > DP Charges Collection Status Report](#)
- ▶ E Wealth clients can PAY DP charges from the below mentioned link.
[NJ E-Wealth Account > Menu > My Profile > DP charges payment.](#)
- ▶ Post non-pooling circular implementation w.e.f. 01-07-2022, all the clients who had given only a single mandate in favor of NJ INDIA INVEST PVT LTD are shifted in favor of Clearing corporation. Thus any amount collected on said mandate will be received by the Clearing corporation. So it is not possible to collect DP Charges through said mandate.
- ▶ For the Clients those who had given multiple mandates, in such cases Other mandate is still in favor of NJ INDIA INVEST PVT LTD and DP Charges would continue to be collected through said mandate.
- ▶ We urge you to kindly inform the clients to give mandate for Other Segment (i.e in favor of NJ INDIA INVEST PVT LTD) for DP charges collection through mandate so that going forward AMC charges would be collected through the said mandate. Mandates can be submitted through **Partner desk, E-Wealth Desk, Buddy & Whatsapp.**
- ▶ PATH:
Partner Desk > Stock Exchange > Partner Trax > Update Bank & Mandate Details.
E-Wealth Desk > Menu > My Profile > Bank & Mandate

IMPORTANT POINTS TO REMEMBER

KYC VALIDATION OF NJ E-WEALTH ACCOUNTS

- ▶ As per SEBI circular, the existing KYC records held with KRAs (KYC Registration Agency) need to be validated based on the criteria laid down by SEBI which includes email and mobile validation. In continuation to the above, there are many clients whose KYC validation is still pending. Such E-Wealth accounts clients will not be able to transact.
- ▶ **The clients are required to do the following as applicable:**
 1. If client's email and/or mobile (as per E-Wealth/E-Wealth MF Account) is the same which is registered with KYC records, then KRAs have already provided a facility wherein they can directly visit the KRA link (provided below) to enable validation of their KYC records.

CVL

NDML

KARVY

CAMS

DOTEX

2. If there is any change in client's email id and/or mobile number, then they need to submit an email and/or mobile number modification request along with duly filled and signed KYC Modification Form.
- ▶ Once the KYC validation activity is completed by the client, the account will be activated within 3-4 working days.
 - ▶ **Kindly assist your clients to validate their KYC as per the process mentioned above in order to activate their E-Wealth/E-Wealth MF accounts and continue availing uninterrupted services.**

For Process Related information, Please take help of the NJ Assist.