

## **Summit Securities Limited**

### **Summary of SEBI Circular SEBI/HO/MIRSD/POD-1/P/CIR/2024/81 dated June 10, 2024.**

SEBI, vide circular no. SEBI/HO/MIRSD/POD-1/CIR/2023/193 dated December 27, 2023 extended the last date for submission of 'choice of nomination' for demat accounts and mutual fund folios to June 30, 2024 failing which demat accounts/folios shall be frozen for debits.

SEBI, vide this circular clarified that demat and mutual fund accounts will not be frozen due to the non-submission of the 'choice of nomination'.

SEBI has also clarified that the security holders holding securities in physical form shall be eligible for receipt of any payment including dividend, interest or redemption payment as well as to lodge grievance or avail any service request from the RTA even if 'choice of nomination' is not submitted by these security holders.

All new investors/unitholders shall continue to be required to mandatorily provide the 'Choice of Nomination' for demat accounts/ MF Folios(except for jointly held Demat Accounts and Mutual Fund Folios).

Further to encourage the existing investors to provide 'choice of nomination', a pop-up shall be provided on web/mobile application/platform to the investors by Depositories and Depository Participants w.e.f. October 01, 2024, while logging into the Demat Account and by AMCs (including MF RTAs, other platforms providing online execution services) while logging into their MF account. This pop-up maybe shown only to those clients whose MF Folios/demat account(s) do not have 'choice of nomination'.

Also, only 3 fields to be provided mandatorily for updating Nomination Details:

1. Name of the nominee(s)
2. Share of each Nominee
3. Relationship With the Applicant (If Any)

The shareholders can refer the complete above mentioned SEBI Circular from the below given link:

<https://www.sebi.gov.in/legal/circulars/jun-2024/-a-ease-of-doing-investments-non-submission-of-choice-of-nomination-84053.html>