



INTERNATIONAL FINANCIAL SERVICES CENTRES AUTHORITY

ORDER

Order under Section 12 and 13(4) of the International Financial Services Centres Authority Act, 2019 read with Section 12(3), Section 11B(1) and 11B(2) of the Securities and Exchange Board of India Act, 1992 read with Regulation 68(1) the International Financial Services Centres Authority (Capital Market Intermediaries) Regulations, 2021 read with Regulation 41(1) and 47(3) of the International Financial Services Centres Authority (Capital Market Intermediaries) Regulations, 2025.

In respect of:

Dynamic Equities (IFSC) Private Limited
INZ000098731

A. BACKGROUND

1. Dynamic Equities (IFSC) Private Limited (hereinafter referred to as Noticee) is registered as stockbroker with registration number INZ000098731 dated January 15, 2017. The Noticee has been inactive for more than 8 years.
2. The International Financial Services Centres Authority (hereinafter referred to as IFSCA) had issued Circular F. No. 1/IFSCA/CMI Supervision/2023-24 dated February 8, 2024 (hereinafter referred to as Quarterly Report Circular) requiring all Capital Market Intermediaries (CMIs) in IFSC to submit quarterly reports in the formats prescribed by IFSCA within 15 days of the end of the quarter. The Noticee being a registered CMI was under an obligation to submit the quarterly reports within the time stipulated above.
3. The IFSCA had issued a letter dated February 7, 2025, to the National Stock Exchange International Exchange (NSE-IX), directing it to issue warning letter to the Noticee in respect of non-submission of quarterly reports. Pursuant to the same, NSE-IX had issued warning letter dated February 10, 2025 to the Noticee. Whereas even after issuance of the said warning letter the Noticee did not submit the quarterly reports.

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4. In view of the aforesaid, it is alleged that the Noticee has violated Quarterly Report Circular read with Regulation 15(2) of the International Financial Services Centres Authority (Capital Market Intermediaries) Regulations, 2021 (CMI Regulations, 2021) read with corresponding provisions of Regulations 17(3) and 47(3) of the International Financial Services Centres Authority (Capital Market Intermediaries) Regulations, 2025 (CMI Regulations, 2025).

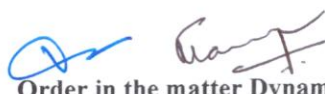
B. SHOW CAUSE NOTICE, REPLY AND OPPORTUNITY OF PERSONAL HEARING

5. On the basis of the aforesaid observations, a Show Cause Notice (hereinafter referred to "SCN") dated January 6, 2026 was issued to the Noticee to show cause as to why action under Section 12 and 13(4) of the International Financial Services Centres Authority Act, 2019 read with Section 12(3), Section 11B(1) and 11B(2) (read with section 15A(a)) of the Securities and Exchange Board of India Act, 1992 (SEBI Act, 1992) read with Regulation 68(1) the CMI Regulations, 2021 read with Regulation 41(1) and 47(3) of the CMI Regulations, 2025 should not be taken against it. The documents relied upon in the said SCN were also supplied alongwith the said SCN.
6. The Noticee filed its reply on January 20, 2026. Thereafter, an opportunity of personal hearing was provided to the Noticee before the Quasi-Judicial Authority for Enforcement (hereinafter referred to QJAE) on February 10, 2026, wherein Mr. Shailesh Sharaf (Principal Officer and Managing Director of the Noticee) appeared as authorised representative on behalf of the Noticee.
7. In the aforesaid hearing, the authorised representative of the Noticee made submissions *inter alia* in line with the reply dated January 20, 2026 and also stated that it has partly complied with the non-compliances observed in the SCN and that it intends to comply with rest of the non-compliances observed in the SCN.

C. CONSIDERATION AND FINDINGS

8. The QJAE has perused the SCN and submissions of the Noticee to allegation mentioned in the SCN. In the SCN dated January 6, 2026, the allegation pertained to non-submission of quarterly reports as envisaged in the Quarterly Report Circular. It was also mentioned in the SCN that the Noticee is also liable to pay late submission fees for delayed submission of reports in terms of Circular F.No.865/IFSCA/Banking/Fee Revision/2022-23 dated May 17, 2023 read with Circular IFSCA-DRFA/1/2025 dated April 8, 2025 (hereinafter referred to as Late Fee Circular).




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Reply of the Noticee to the Allegation

9. In respect of allegation mentioned in the SCN, the Noticee has *inter alia* submitted as under:
- (i) The Noticee has been completely inactive and is facing severe financial stress, erosion of capital and constrained operational resources. Owing to the same it could not submit the quarterly reports.
 - (ii) The Noticee has partly complied with the non-compliances observed in the SCN and has submitted pending quarterly reports vide e-mail dated February 9, 2026. The Noticee also intends to comply with the rest of the non-compliances including the payment of late submission fees and applicable interest, if any.
 - (iii) The Noticee intends to revive its business in GIFT-IFSC.

Observation of QJAE

10. The Noticee has claimed that it is inactive and is facing financial losses. This cannot be a reason for not filing reports in terms of Quarterly Report Circular and the said submission cannot come to rescue of the Noticee from complying with regulatory obligations.
11. Without prejudice to the aforesaid, the QJAE has considered the submission of Noticee of having submitted all the quarterly reports including the quarterly report of Q 3 2025-26, and therefore, on that account the non-compliance no longer persists.
12. As mentioned in the SCN, the Noticee is also liable to pay late submission fees for delayed submission of report in terms of Late Fees Circular. In this regard, the QJAE notes that the Noticee has paid an amount of USD 9700 towards the said late submission fees on April 13, 2026.

D. ANALYSIS OF FINDINGS AND PROPORTIONATE ACTION

13. In view of the aforesaid analysis, it is concluded that while the Noticee had failed to submit the quarterly reports in compliance with the Quarterly Report Circular, however, after issuance of SCN, the Noticee has complied with the said submission requirement and has also paid the late submission fees for delayed submission of quarterly reports. Therefore, the QJAE is of the opinion that the same has remediated the non-compliances.

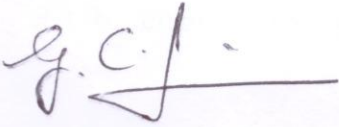


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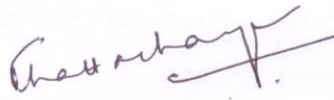
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E. ORDER

14. In view of the aforesaid findings and having regard to the facts and circumstances of the case, the QJAE, in exercise of the powers conferred under Section 12 and 13(4) of the IFSCA Act, 2019 read with Section 11B(1) of the SEBI Act, 1992 read with Regulation 68(1) the CMI Regulations, 2021 read with Regulation 41(1) and 47(3) of the CMI Regulations, 2025, directs the Noticee to exercise diligence and care in respect of such non-compliances.
15. The SCN dated January 6, 2026 issued to the Noticee stands disposed.



Gyan Chand Jain
Member
QJAE



Supriyo Bhattacharjee
Member
QJAE



K Mahipal Reddy
Member
QJAE

Place: Gandhinagar

Date: 28-04-2026

