

INTERNATIONAL FINANCIAL SERVICES CENTRES AUTHORITY

(Framework for FinTech Entity in the IFSCs)

*Annexure -III*

Application Form for IFSCA FinTech Regulatory / Innovation Sandbox

<b>1. Applicant's Information</b>		
<b>Sr. No.</b>	<b>Description</b>	<b>Response</b>
1.1	Name of the Applicant, complete address of the registered office and principal place of business of the applicant, if any	
1.2	Legal form of the applicant	
1.3	Date of Incorporation and date of commencement of business of the applicant	
1.4	Country(ies) in which the Applicant operates	
1.5	Shareholding pattern of the applicant	
1.6	Financial Standing of the applicant, including any funding raised and avenues for funding	
1.7	Name, address and profile of Directors/Chief Executives/Key Manager Personnel	
1.8	Corporate identification number or any document of similar nature and Registration no. (if registered with a regulator)	
1.9	Details of the Authorized Representative: a) Name b) Designation c) Contact No d) Email id	
1.10	Details on following, if any a) Affiliation to prominent societies b) Accreditations c) Significant achievements	
1.11	Does the applicant have a presence in India/ IFSC? If yes then please provide details	
1.12	Is the applicant business already active in IFSC or overseas? If yes then please provide details.	
1.13	Legal and regulatory status of the applicant (registration, licensing, authorization, approval, recognition etc.) with regulators in India or overseas	

1.14	Current orders or proceedings pending against the applicant in India/IFSC and abroad (if any)	
<b>2. Details of the Proposed Solution to be tested in Sandbox</b>		
<b>Sr. No.</b>	<b>Description</b>	<b>Response</b>
2.1	<p><b>Details of the proposed FinTech solution, including :</b></p> <ul style="list-style-type: none"> <li>i. Objective of the proposed FinTech solution and the problem statement to be addressed.</li> <li>ii. Details how the solution constitutes a significantly different offering in the market place (genuineness of innovation)</li> <li>iii. Benefits of the proposed financial service/product, and how these are enabled by the technology innovation</li> <li>iv. Key benefits to the users and markets</li> <li>v. Awareness and Assessment of a similar offering prevalent in other jurisdictions</li> </ul>	
2.2	<p><b>Business model and Use Cases.</b></p> <p>For each use case, provide an end-to-end illustration on how the proposed FinTech solution will be made available, including where applicable:</p> <ul style="list-style-type: none"> <li>i. The interactions and money flows between the applicant, the applicant's target customers and the applicant's business partners (if any).</li> <li>ii. The entity that will be holding the applicant's customers' monies.</li> <li>iii. The remuneration structure of the applicant and the applicant's business partners (if any).</li> <li>iv. Asset deployment and sources of revenue</li> <li>v. Target users</li> <li>vi. Compliance obligations</li> <li>vii. Time period for testing</li> </ul>	

2.3	<b>Summary of the Technical Solution including but not limited to:</b> <ul style="list-style-type: none"> <li>i. Technical architecture</li> <li>ii. Usage of Artificial Intelligence and Machine Learning, if any</li> <li>iii. Cyber resilience: VAPT results, if any</li> <li>iv. Certification from Common Criteria Recognition Arrangement (CCRA), if any</li> <li>v. Business Continuity Plan, if any</li> <li>vi. Relevant certifications, if any</li> </ul>	
<b>3. Sandbox Readiness: Details of the proposed Sandbox Design</b>		
Sr. No.	Description	Response
3.1	Illustrate the aspect of the FinTech solution that will be tested, including specific testing of technological innovation in the proposed solution.	
3.2	The test criteria and expected outcomes	
3.3	Describe the experiments and use case that will be tested in the sandbox	
3.4	Define success for a test and the Key Performance Indicators that would be used to monitor and assess the progress of the experiment.	
3.5	Readiness of the prototype and development timeline, including an estimate on the readiness to provide an end-to-end demonstration of the proposed FinTech solution  (Tentative start and end date of sandbox testing)	
3.6	<b>Details of users including but not limited to:</b> <ul style="list-style-type: none"> <li>i. Number of participating customers</li> <li>ii. Profile of customers (retail, institutional, etc.)</li> <li>iii. Process for enrollment and acquisition of customers</li> <li>iv. Requirement of KYC</li> <li>v. User awareness required/conducted</li> </ul>	

	<ul style="list-style-type: none"> <li>vi. Whether consent required /has consent been obtained</li> <li>vii. Arrangements to limit loss if applicable e.g. Margin, stop loss thresholds etc.</li> <li>viii. User compensation if any</li> <li>ix. Value at risk per user</li> <li>x. Transaction thresholds per user</li> </ul>	
3.7	Describe the Controls to be put in place to manage risk and failure in the sandbox including money laundering, terrorism financing, technology risk etc	
<b>4. Deployment post-testing</b>		
<b>Sr. No.</b>	<b>Description</b>	<b>Response</b>
4.1	Describe how the regulatory requirements will be met post successful sandbox testing	
4.2	Provide a deployment strategy post successful sandbox testing including the timelines for full scale deployment	
4.3	Provide a clear strategy to monitor the outcomes in the live scenario	
4.4	Provide exit and transition strategy if the deployed solution turns unviable and the tests are unsuccessful	
<b>5. Details of the applicable IFSCA legal/regulatory requirements and the relaxation sought to deliver the proposed FinTech solution</b>		
<b>Sr. No.</b>	<b>Description</b>	<b>Response</b>
5.1	State all the legal and regulatory requirements (rules, regulations, guidelines, circulars etc) applicable on the applicant	
5.2	State the specific legal and regulatory requirements that the applicant is seeking IFSCA to relax for the duration of the sandbox, and provide justifications	
5.3	Include a legal opinion, if available, from a qualified legal practitioner on the relevant laws administered by IFSCA to the facts of the case	
5.4	Describe how the applicant intends to meet the all legal and regulatory requirements before exiting the sandbox	

**6. Declaration to be submitted by the applicant in the following format on its letter head and the same shall be duly signed by an Authorized signatory, or compliance officer in the case of a company or startup.**

We hereby solemnly declare and agree that:

- (1) the information submitted in the application, including the attachment sheets, is complete and true and the supporting documents enclosed therewith are authentic and true copy of the original.
- (2) we shall notify the International Financial Services Centres Authority immediately of any material change in the information provided in the application.
- (3) as a condition of Authorization, we shall abide by regulations, guidelines and such operational instructions/directives as may be issued by the International Financial Services Centres Authority from time to time.

**For and on behalf of M/s \_\_\_\_\_**

**AUTHORISED SIGNATORY**  
*with seal*

Date:

Place:

**7. The application complete in all aspects shall be submitted at fe-sandbox@ifsc.gov.in, through electronic mail.**

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