

INTERNATIONAL FINANCIAL SERVICES CENTRES AUTHORITY

Agenda Item: Draft IFSC Authority (Finance Company) Regulations, 2021.

A presentation was made on the agenda item. The Authority considered the draft regulations and approved the same subject to the following modifications:

- i. Introducing the requirement of seeking a No-objection certificate from the home country regulator for setting up a Finance Company, wherever applicable.
- ii. Defining the term Capital Ratio in the regulations.
- iii. Re-phrasing the Regulation 6(1) to make it explicitly clear that all financial transactions including those denominated in INR shall be settled in freely convertible foreign currency.

The Authority authorized the Chairperson to notify the draft International Financial Services Centres Authority (Finance Company) Regulations, 2021 in the Official Gazette, after carrying out these changes and other changes, if any, of drafting and consequential nature. The Authority further authorized the Chairperson to take such necessary, consequential and incidental steps to operationalize the said regulations.