

Processing of applications for registrations of AIFs and launch of schemes

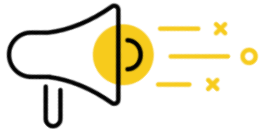
Circular: SEBI/HO/IMD/DF6/CIR/P/2020/209

https://www.sebi.gov.in/legal/circulars/oct-2020/processing-of-applications-for-registrations-of-aifs-and-launch-of-schemes_47956.html

Effective Date: October 22, 2020

BEACON TRUSTEESHIP LIMITED

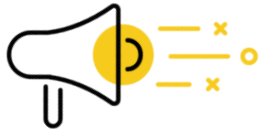
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KEY TAKEAWAYS

I. Clarification

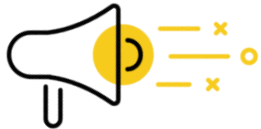
Treatment of applications for registration of AIFs and launch of new schemes wherein Investment Committee comprises of not 'Resident in India'.



Briefing

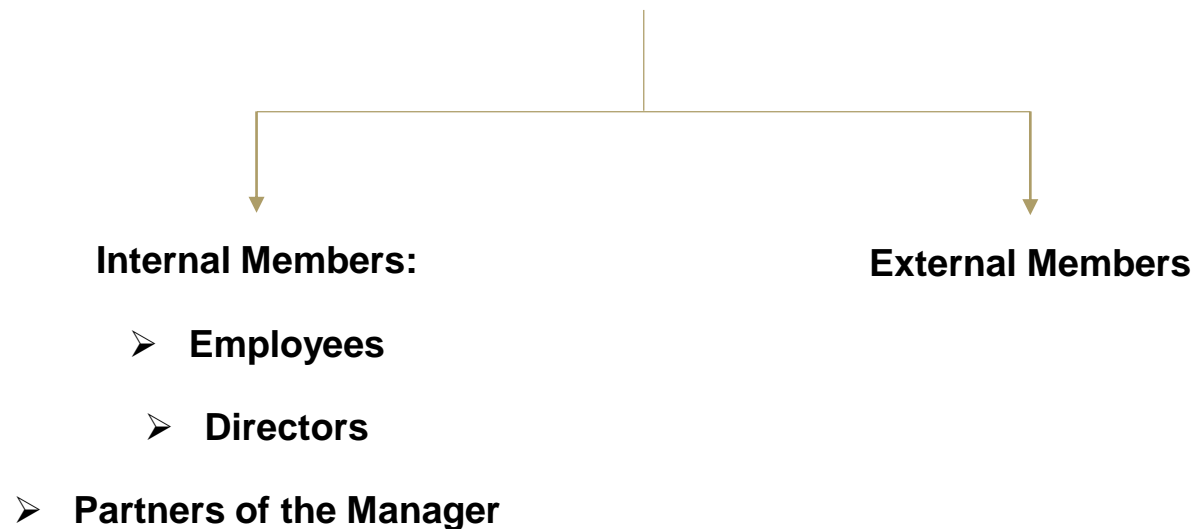
While applying for registration of an AIF, a Manager may propose to set up an Investment Committee with the mandate to either:

- To provide investment recommendations
- To provide advice to the Manager
- To approve investment decisions of the AIF



Briefing

Investment Committee may consist of:



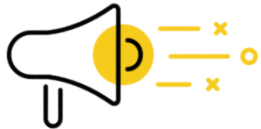
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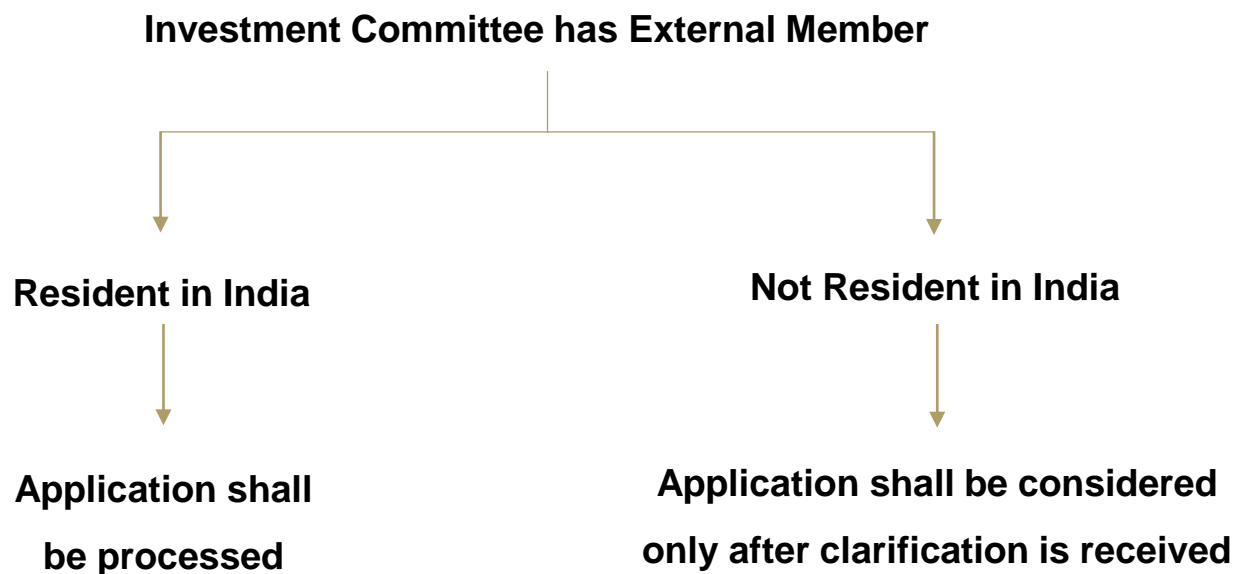
Briefing

SEBI has written to Government and RBI seeking clarity on the applicability of clause (4) of Schedule VIII under FEM (Non-debt Instruments) Rules, 2019 to investment made by an AIF whose Investment Committee approves investment decisions and consists of external members who are not 'resident Indian citizens'.



Conclusion

Until further clarification is received, applications for registration of AIFs and launch of new schemes is to be treated as:





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