

STRATAGE UPDATES



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SEBI has amended the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**LODR Regulations**”) and the changes are set out hereunder:

- As per LODR Regulations, the **top 500 listed entities** were required *to ensure*, by April 1, 2022, that the Chairman of the board of the listed entity is:
 - a non-executive director; and
 - not related to the **Managing Director or Chief Executive Officer**, in accordance with definition of “relative” under Companies Act, 2013.
- Pursuant to the amendment, the aforementioned requirement has been deleted and is *no longer mandatory*.
- Now, a listed entity may, *at its discretion*, appoint separate individuals to the positions of **Chairman of the board and Managing Director or Chief Executive Officer** of the listed entity, so that the Chairman of the board is: (i) a non-executive director, and (ii) not related to the **Managing Director or Chief Executive Officer**.

The aforementioned changes have been made vide SEBI (Listing Obligations and Disclosure Requirements) (Second Amendment) Regulations dated March 22, 2022 ([available here](#)).

Appointment of Chairman and MD or CEO of Listed Entities

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