

## STRATAGE UPDATES

# Foreign Portfolio Investors (Amendment) Regulations, 2024

*This update is meant for general information and shall not be deemed to be a legal advice or opinion. This Update is neither intended to be an advertisement or solicitation.*

Communications: [Contact@stratage.in](mailto:Contact@stratage.in)

Copyright 2024 © Stratage Law Partners.  
All rights reserved.

The Gazette of India has issued a notification dated May 31, 2024, and published on June 3, 2024 (“**Commencement Date**”) ([available here](#)) which amended the SEBI (Foreign Portfolio Investors) Regulations, 2019 (“**FPI Regulations**”). An overview of the same is set out hereunder:

- Pursuant to the SEBI (Foreign Portfolio Investors) (Amendment) Regulations, 2024 (“**Amendment**”), a Foreign Portfolio Investor (“**FPI**”) holding *securities* or *derivatives in India*, whose *certificate of registration* is *not valid* as on the *Commencement Date*, is allowed to sell such securities or wind up their open position in derivatives in India *within 360 days from the Commencement Date*, as specified by SEBI, thereby modifying the erstwhile period (i.e., *1 year from the publication date of the FPI Regulations*).
- Further, an FPI is required to pay the *registration fees* for every *period of 3 years*, before commencement of the said period.
- If the *registration and late fee*, as may be applicable are *not paid within 30 days* from the expiration of the aforesaid *3-year period*, and the FPI continues to hold securities or derivatives in India, it is *allowed to sell* such securities or wind up their open position in derivatives *within 360 days* from the date of expiry of the 30-day period (“**Extended Period**”), as specified by SEBI.
- An FPI, with an *invalid certificate of registration* and who has not sold off the securities or wound up their open position in derivatives as per the FPI Regulations, is *deemed to have written off such securities*, as specified by SEBI.
- The additional periods granted vide the Amendment are without prejudice to any actions that may be initiated by SEBI.



STRATAGE  
LAW PARTNERS