

NSE CLEARING LTD

Know Your Depositor (KYD) Policy for WSP /VSP

As per SEBI master circular SEBI/HO/CDMRD/DMP/P/CIR/2021/551 dated April 16, 2021 following norms have been prescribed for warehouse service provider (WSP) or vault service provider (VSP) to be followed in respect of Know Your Depositor (KYD).

1. WSP/VSP shall ensure that person/entity desirous of depositing goods in NCL accredited warehouses/vaults should fulfill all KYD requirements as per NCL prescribed format at the time of depositing commodities.
2. Commodities shall be accepted only after furnishing the Know Your Depositor forms (KYD) as prescribed by NCL.
3. WSP/VSP shall collect all relevant documents that are mentioned in Know Your Depositor forms (KYD).
4. While accepting the documents, the WSP/VSP should ensure that all information sought in the application forms is filled in by the Depositor.
5. Verify all original documents of depositors which are mentioned in “List of documents for identification” of Know Your Depositor (KYD) forms.
6. The Depositor has to re-submit the deposit forms in case there is any material change in any information contained therein submitted earlier.
7. The KYD requirement is applicable to each accredited warehouse/vault. If the Depositor or Beneficiary deposits the commodities at multiple warehouses/vaults, then the depositor shall require submitting relevant documents as applicable to each warehouse/vault.
8. In case the Depositor is different than Beneficiary, the Depositor needs to have authorization each time from Beneficiary to make such deposit.
9. WSP/VSP shall, at any point of time, be able to identify the depositor of the goods deposited in registered warehouses/vaults, and the actual beneficiary (in case the depositor and the beneficiary are different) of the deposited/stored commodities.
10. The documents obtained as per guidelines given above are to be kept in safe custody by the WSP/VSP for future reference and produced as and when required by the NCL.