

Participatory Notes

GIFT City IFSC

Bulletin

P-Notes to make entry in GIFT City

- After nearly a decade of being discouraged by Indian regulators, Participatory Notes (P-notes) are set to make a comeback, this time through the International Financial Services Centre (IFSC), Gift City, Gujarat.
- Participatory Notes are financial instruments which allows foreign institutional investors to take indirect exposure in India. The bank on behalf of their client requirements purchase securities and issue certificate.
- Being P-Notes introduced in GIFT City, non-residents will be tax exempted subject to specific criteria.
- Allowing P-Notes in Gift City may help compete with prominent jurisdictions such as Singapore, which allows investors to participate in a wider spectrum of products.
- The emergence of derivatives investment pathway through the IFSC would undoubtedly give GIFT city a boost as an investment destination, putting it on level with other offshore jurisdictions that offer comparable opportunities.

Source: Public domain Information

For more information visit www.anandrathigiftcity.com or email us on giftifsc@rathi.com.