

UNDER SECTIONS 43B AND 43D, THE GOVERNMENT NOTIFIES NBFCS IN THE TOP, MIDDLE, AND BOTTOM LAYERS

Sep 22, 2023



The Federal Government, in adherence to the stipulations outlined in Sections 43B(da) and 43D, has recently issued pivotal notifications, specifically Notification Numbers 79/2023 and 80/2023, dated September 22, 2023. These notifications serve to comprehensively inform and apprise all Non-Banking Financial Companies (NBFCs) within the financial landscape regarding their respective classifications, specifically categorizing them into the Top Layer, Upper Layer, and Middle Layer.

This significant categorization of NBFCs, into these defined strata of the financial domain, has been meticulously conducted in strict accordance with the well-defined and robust guidelines established by the Reserve Bank of India (RBI). The RBI's guidelines, as articulated in the circular DOR.CRE.REC.-No.60/03.10.001/2021-22, dated October 22, 2021, have served as the foundational framework for this classification process. The adherence to such guidelines ensures a systematic and standardized approach, promoting uniformity and clarity within the financial sector's operational paradigms.