

III. NOMINATION FACILITY

1. Is Nomination facility available for Demat Accounts?

The nomination facility is available for demat accounts. The account holder(s) has to provide nomination details or given a declaration that nomination the account holder(s) does not wish to provide nomination for the demat account. However it is advisable for all individual BO's to avail of this facility.

2. Which BO can appoint a Nominee?

Individuals, having/opening demat accounts, either, singly or jointly with one or two joint holders can appoint nominee. If the account is held jointly, all the joint holders are required to sign the nomination form.

3. Who can be appointed as a nominee?

Only an individual can be appointed as a nominee. Non-individuals entities such as trust, corporate, HUF, AOPS etc can not be appointed as a nominee.

4. How many nominees can be appointed as nominee for a demat account?

Only one individual can be appointed as a nominee for a demat account.

5. Can the nomination given once be changed / deleted?

Yes. Nomination once given can be changed / deleted as and when required. However if the nomination is to be deleted then the account holder(s) should give a declaration that the account holder(s) does not wish to provide nomination for the demat account

5. What is the procedure to appoint a nominee?

The Account holder(s) is (are) required to fill a standard nomination form available with the DP. The nomination form has to be signed by two witnesses. If the account is a joint account, the nomination form should be signed by all account holders.

6. Can a minor be appointed as a nominee?

Yes. A minor represented by a guardian can be appointed as a nominee.

7. Can nomination be given for a Joint account?

Yes nomination can be given for a joint demat account also. But only one nominee can be appointed for all the account holders of the demat account. Each of the joint holders can not appoint separate nominee.

8. Who cannot nominate?

Non-individuals such as societies, trusts, body corporate, Kartas of Hindu Undivided Family etc. and holders of power of attorney cannot make a nomination.

9. Can an NRI be appointed as nominee?

Both resident Indians as well as NRIs can nominate an NRI. Similarly, an NRI can nominate a resident Indian or another NRI. This would also depend on FEMA regulations.

10. Is nomination compulsory for a demat account?

SEBI has mandated that nomination should be recorded for a demat account held by individuals. If nomination is not to be given then the account holder(s) should give a written and signed declaration to the effect.