N. A. SHAH ASSOCIATES LLP
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BULLETIN

ACCOUNTING, AUDITING AND COMPANY LAW – JUNE 2026

MCA UPDATE

- **Eligibility for registered valuer organizations**

MCA has amended the Companies (Registered Valuers and Valuation) Rules, 2017 by revising the eligibility criteria for registration of RVOs. Pursuant to the amendment, an RVO is now required to maintain a minimum paid-up share capital of Rs. 25 lakhs, in addition to fulfilling the existing eligibility conditions. Existing RVOs that do not presently meet this enhanced capital requirement have been provided with a transition period up to 31 March 2028 to adhere compliance.

For more information, Click here

- **Extension of filing of form DPT-3**

MCA has extended the due date for filing of form DPT-3 for the financial year 2025-26 from 30 June 2026 to 31 July 2026 without any additional fees.

For more information, Click here

FCRA UPDATE

- **Introduction of the Foreign Contribution (Regulation) Amendment Rules, 2026**

The Ministry of Home Affairs has notified The Foreign Contribution (Regulation) Amendment Rules, 2026 in place of the Foreign Contribution (Regulation) Rules, 2011 to strengthen governance, transparency and compliance for associations receiving foreign contributions.

Key amendments include replacing the term "Executive Committee/Governing Council" with "key functionaries", introducing a definition of key functionaries, making registrations purpose- and State/UT-specific, revising the fee structure, prescribing additional conditions for associations with foreign nationals as key functionaries, requiring utilisation of 75% of the previous instalment before release of subsequent instalments under prior permission, introducing a ₹10 lakh minimum utilisation threshold for renewal and continuation of registration, and introducing Forms FC-3BB and FC-6F along with amendments to existing FCRA forms.

For more information, Click here

RBI UPDATE

- **Revision in time limit for realization of export proceeds**

  The RBI has amended the Foreign Exchange Management (Export of Goods and Services) Regulations, 2015 to reduce the time limit for realization and repatriation of export proceeds from 15 months to 9 months from the date of exports.

  For more information, [Click here]

- **Amendment in criteria for identification of upper layer**

  The RBI has issued the Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Second Amendment Directions, 2026, revising the criteria for identification of NBFC in upper layer.

  Under the amended framework, a single assets-based threshold of Rs. 1,00,000 crores and above based on the latest audited financial statements, has been prescribed for identification of NBFC-UL, replacing the earlier multiple-parameter criteria. The criteria for identification of NBFC-UL shall be reviewed periodically. Further, the asset size threshold for identification of NBFC-UL shall be reviewed every three years.

  The amendment also introduces guidelines for NBFCs forming part of the group entities of Scheduled Commercial Banks.

  For more information, [Click here]

- **Introduction of Reserve Bank of India (Trade Receivables Discounting System) Directions, 2026**

  The RBI has issued 'Reserve Bank of India (Trade Receivables Discounting System) Directions, 2026', consolidating and rationalizing the existing guidelines governing TReDS platforms. This Directions aim to streamline capital requirements for authorized entities, simplify onboarding process for MSME sellers and permit financiers to avail credit guarantee cover for exposures undertaken on TReDS.

  For more information, [Click here]

- **Introduction of zero risk weights to exposures guaranteed under ECLGS 5.0**

  The RBI has issued the Reserve Bank of India (Non-Banking Financial Companies – Prudential Norms on Capital Adequacy) Third Amendment Directions, 2026, introducing zero risk weights to exposures guaranteed under the 'Emergency Credit Line Guarantee Scheme (ECLGS) 5.0' to the extent of 75% of guaranteed amount. The remaining exposure shall attract risk weight as per the extant guidelines.

  For more information, [Click here]

Voluntary Surrender of COR by NBFCs (including HFCs) for Cancellation – Application form and Indicative checklist

The RBI has revised the application form and indicative checklist for voluntary surrender of the COR by NBFCs, including HFCs, following the regulatory changes relating to Unregistered Type I NBFCs. Applications must be submitted through the PRAVAAH portal along with the prescribed documents. Submission of an application does not constitute cancellation of the CoR, and NBFCs/HFCs are required to continue complying with all applicable regulatory requirements, including filing prescribed returns, until the RBI approves the application and formally communicates the cancellation.

For more information, Click here

Advertising, Marketing and Sale of Financial Products / Services by NBFCs

The RBI has introduced guidelines requiring NBFCs to establish a board-approved policy governing the advertisement, marketing and sale of their own and third-party financial products and services. The policy should address product suitability, customer feedback and grievance redressal, compensation for mis-selling, and, where DSAs/DMAs are engaged, prescribe requirements relating to eligibility, due diligence, training, monitoring, compliance and penal measures for non-compliance.

For more information, Click here

Ministry of Labour and Employment notifies various schemes under the Code on Social Security, 2020

The Ministry of Labour and Employment has notified following schemes -

Employees' Provident Funds Scheme, 2026 ('EPF Scheme') - No major changes made related to continuity of coverage and membership, contribution framework and international workers. Further, scheme has tried to simplify the withdrawal and partial withdrawal framework but increased accountability for principal employers. Furthermore, the scheme introduces a substantially expanded governance framework for exempted establishments operating private provident fund trusts.

Employees' Enrolment Campaign, 2026 - Designed to facilitate enrolment of previously uncovered employees (who joined between 1 April 2009 and 31 March 2026 and are still employed as on the declaration date) and establishments into the provident fund framework. The scheme shall cease to operate on 31 October 2026.

VISHWAS, 2026 - Introduced as a dispute-resolution mechanism providing reduced damages in specified ongoing litigation and compliance matters. Scheme shall be valid for a period of 6 months from the date of notification of the scheme and could be further extended for a period not exceeding 6 months.

AMNESTY, 2026 - Allows certain establishments operating PF trusts without formal EPFO exemption approval to regularize their status retrospectively. Scheme shall be valid for a period of 6 months from the date of notification of the scheme and could be further extended for a period not exceeding 6 months.

For more information, Click here

- Employees' Pension Scheme, 2026 (‘EPS Scheme’) - Employers are required to contribute 8.33% of wages up to the notified wage ceiling towards the pension fund within 15 days from close of every month. For members who have opted for higher contributions, employer is required to contribute 9.49% of wages. Further, for members who exit before becoming eligible for monthly pension, a withdrawal benefit is allowed. However, withdrawal benefit is available only after 36 months from the date the last contribution became due or on attaining superannuation, whichever is earlier.

  For more information, Click here

- Employees' Deposit Linked Insurance Scheme, 2026 (‘EDLI Scheme’) - EDLI Scheme, 2026 contains a base assurance benefit and an enhanced assurance benefit for employees with 12 months’ continuous employment before death. The beneficiary receives the higher amount where the enhanced benefit rule applies. The rate of contribution has not been notified by the Central Government.

  For more information, Click here

SEBI UPDATE

- **Key decision taken in SEBI board meeting**

  SEBI, in its recent board meeting, approved several key decisions including (a) re-introduction of Open Market Buy-back through Stock Exchanges and Review of the SEBI (Buy-back of Securities) Regulations, 2018 (b) utilization of intraday borrowing by Mutual Funds (c) amendment to certain SEBI regulations related to debt securities.

  For more information, Click here

Glossary:

COR	Certificate of Registration
DSA	Direct Selling Agents
DMA	Direct Marketing Agents
ECLGS	Emergency Credit Line Guarantee Scheme
HFC	Housing Finance Company
MCA	Ministry of Corporate Affairs
MSMEs	Micro, Small and Medium Enterprises
NBFCs	Non-Banking Financial Companies
NBFC-UL	Non-Banking Financial Company – Upper Layer
RBI	Reserve Bank of India
RVOs	Registered Valuer Organisations
SEBI	Securities and Exchange Board of India
TReDS	Trade Receivables Discounting System

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