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**MCA UPDATES FOR THE MONTH OF OCTOBER 2020****RULES****COMPANIES (PROSPECTUS AND ALLOTMENT OF SECURITIES) RULES, 2014****(October 16, 2020)**

Companies (Prospectus and Allotment of Securities) Amendment Rules, 2020

MCA has added fourth proviso to rule 14(1) of the Companies (Prospectus and Allotment of Securities) Rules, 2014 which says that for an offer or invitation of any securities to qualified institutional buyers, it, shall be sufficient if the company passes a previous special resolution only once in a year for all the allotments to such buyers during the year.

For more information:

[http://www.mca.gov.in/Ministry/pdf/SecuritiesAmendmentRules\\_16102020.pdf](http://www.mca.gov.in/Ministry/pdf/SecuritiesAmendmentRules_16102020.pdf)

**CIRCULARS****GENERAL CIRCULAR NO.36/2020****20<sup>th</sup> October, 2020**

MCA vide its GENERAL CIRCULAR NO. 36/2020 dated 20<sup>th</sup> October, 2020 has clarified that non-compliance of minimum residency in India for a period of at least 182 days in a year, by at least one director in every company, under section 149 of the Companies Act, 2013 shall not be treated as non-compliance for the Financial Year 2020-21 also.

MCA had earlier clarified vide its GENERAL CIRCULAR NO. 11/2020 that non-compliance of minimum residency in India for a period of at least 182 days in a year, by at least one director in every company, under section 149 of the Companies Act, 2013 shall not be treated as non-compliance for the Financial Year 2019-20.

Hope the information will assist you in your Professional endeavours. In case of any query / information, please do not hesitate to write back to us at E: [pcschinki@gmail.com](mailto:pcschinki@gmail.com) and M: +91 9050320565.

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**Best Regards '**

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