

Corrigendum in the Study material of Paper No. 4, Corporate and Allied Laws Final Level [Old Course] in the printed copy (Edition: June 2018)

1. **In chapter 20-** On Page 20.4 of Chapter “SEBI Act, 1992” of Module 2, students are advised to read the term of holding office of chairman and Whole time Members of the Board under section 5 of the SEBI Act as “not exceeding 5 years” in place of “three years”.

In continuation of this para, the last line on this page i.e., “A part time member may also hold office for a maximum of three years but there is no age limit.” is deleted.

2. **In chapter 24** –Amendments made in the Banking Regulation(Amendment) Act, 2017 Vide Notification dated 25th August, 2017 w.e.f 4th May 2017, are relevant for examinations.

Following is the amendment for your reference:

Insertion of new sections 35AA and 35AB-

In the Banking Regulation Act, 1949 (hereinafter referred to as the principal Act), after section 35A, the following sections shall be inserted, namely:—

‘35AA. Power of Central Government to authorise Reserve Bank for issuing directions to banking companies to initiate insolvency resolution process: The Central Government may, by order, authorise the Reserve Bank to issue directions to any banking company or banking companies to initiate insolvency resolution process in respect of a default, under the provisions of the Insolvency and Bankruptcy Code, 2016.

Explanation.—For the purposes of this section, “default” has the same meaning assigned to it in clause (12) of section 3 of the Insolvency and Bankruptcy Code, 2016.

35AB. Power of Reserve Bank to issue directions in respect of stressed assets: (1) Without prejudice to the provisions of section 35A, the Reserve Bank may, from time to time, issue directions to any banking company or banking companies for resolution of stressed assets. (2) The Reserve Bank may specify one or more authorities or committees with such members as the Reserve Bank may appoint or approve for appointment to advise any banking company or banking companies on resolution of stressed assets.’