



NPCI/2014-15/NACH/Circular-42

10th April 2014

To

All members of National Automated Clearing House (NACH)

Madam / Dear Sir,

**Subject - Modification in the Registration form for Bank Affiliation with NPCI and
Registration of User with Sponsor Bank**

Reference is invited to current onboarding documentation that is being followed for the purpose of Onboarding banks on the NPCI's NACH platform and Registration of User Institution with the sponsor bank.

We have reviewed the applicability of the below clause 2 (i) and 2(ii) regarding the Know Your Customer (KYC) / Anti Money Laundering (AML) compliance contained in the 'User Registration Form'. Based on our review the above clauses are being deleted from the 'User Registration Form' as the primary responsibility of complying with the above rests with the banks.

' 2(i) We have an established Know Your Customers (KYC) /Anti Money Laundering (AML) process and we shall comply with all the KYC and AML norms prescribed by RBI. 2(ii) We shall offer NACH and APBS only to those customers who undergo KYC/AML verification process.'

Consequently, the above clauses are being added in the Registration form for 'Participant Bank affiliation into APBS and NACH'.

The revised formats with relevant changes are provided in the Annexures I and II for your reference.

Warm Regards,

Rajeeth Pillai
VP & Head - NACH

Encl: Annexure I
Annexure II



Format of Registration for User with Sponsor Bank
On User's Letter Head

Application for affiliation with Sponsor Bank for APBS / NACH facilities

We _____ (Name of the Department / Corporate),
_____ (Name of State), with Registered Office / Head
Office _____ at

_____ have agreed to participate for
_____ (Name of Scheme / Product)
in the Aadhaar Payment Bridge System (APBS) / National Automated Clearing House (NACH)
System of National Payments Corporation of India (NPCI), with registered office at C-9, 8th,
RBI Premises, Bandra Kurla Complex, Bandra East, Mumbai 400051, through our Bank
_____ (Name of Bank) and for that
purpose, we hereby provide following details to the NPCI.

1. Types of transactions sought to be put through NPCI while availing APBS / NACH services:

Sr. No.	Type of Transaction	Frequency	Approximate Volume
1			

2. Complaints from beneficiaries, if any, relating to transactions processed through APBS / NACH will be pursued by us with the respective banks/branches in co-ordination with the Sponsor Bank.

3. We would ensure necessary funding of our accounts with our Sponsor Banks to ensure seamless flow of APBS / NACH transactions.

Date:

Authorized Signatory of the User

Name and Designation of Authorized Signatory with Company Seal

----- *For Office Use* -----

Unique Identification Code:
(To be allocated by NPCI)

Authorized Signatory of Bank
(With Bank Seal)



Format of Registration form for Participant Bank affiliation into APBS / NACH

On Participant Bank Letter Head

- 1 We _____(Name of the Participant Bank) with Registered Office at _____have agreed to participate in the Aadhaar Payment Bridge Solution (APBS) / National Automated Clearing House (NACH) Sponsored by the National Payments Corporation of India (NPCI), with registered office at C9-8, RBI premises, Bandra Kurla Complex, Bandra East, Mumbai 400051, on behalf of Service Providers / Corporates / Government Agencies / Beneficiaries who hold accounts with us, and for that purpose, we hereby provide following details to the NPCI:
- 2 The Service Providers / Corporates / Government Agencies / Beneficiaries who have been registered with us for utilizing APBS / NACH facilities and to whom Unique Identification Codes have been provided by us (wherever applicable and as per logic prescribed by NPCI) , have been explained the role and responsibilities of various parties under APBS / NACH. They have, inter-alia, been advised that the responsibilities of ensuring the accuracy of transaction records and preliminary validation of data as well as issuance of status confirmation to the beneficiaries rest with the Service Providers / Corporates / Government Agencies. They have also been explained that NPCI would be processing data and in no way responsible for ensuring the accuracy of input data or breach of responsibility by Participant Banks. Complaints, if any, received from the customers/investors/beneficiaries would have to be handled by the Users / Us. We would ensure necessary funding of our accounts to ensure seamless flow of our respective APBS / NACH transactions.
- 3 We have an established Know Your Customers (KYC) /Anti Money Laundering (AML) process and we shall comply with all the KYC and AML norms prescribed by RBI. We shall offer NACH and APBS only to those customers who undergo KYC/AML verification process.
- 4 All complaints relating to processed transactions received by NPCI or Participant Bank would be attended to expeditiously by us and all possible help will also be given to the User in this regard.

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भारतीय राष्ट्रीय भुगतान निगम
NATIONAL PAYMENTS CORPORATION OF INDIA

- 5 The User has been advised that the User shall preserve the Transaction records data for a minimum period as would be discussed and decided by NPCI.
- 6 We request that we be allowed to utilize the APBS / NACH Facility provided by NPCI, and a Participant Bank Unique Identification Number be allotted to us.
- 7 Our account to which charges levied by NPCI could be debited is as given below:

Dated

Authorized Signatory with Participant Bank Seal

-----For NPCI Use-----

Remarks:

APBS / ACH Unique Identification Code:

Authorized Signatory of NPCI