

SEBI Issues Clarifications on Specialized Investment Fund Regulations

The Securities and Exchange Board of India (SEBI) vide its **Circular No. SEBI/HO/IMD/IMD-PoD-1/P/CIR/2025/54 dated April 09, 2025**, has provided clarifications on the regulatory framework for Specialized Investment Funds (SIFs), as outlined in its earlier circular dated February 27, 2025. In response to industry and AMFI queries, SEBI clarified two key points.

First, the maturity provisions for securities in interval schemes under paragraph 12.27.2.4 of the Mutual Funds Master Circular (June 27, 2024) will not apply to Interval Investment Strategies within SIFs.

Second, the minimum investment threshold rule under paragraph 4.1.1 of the SIF Circular has been modified. It now requires that investors maintain a minimum aggregate investment of INR 10 lakh across all SIF strategies at the PAN level.

However, this threshold does not apply to mandatory investments made by AMCs for designated employees as per paragraph 6.10 of the Mutual Funds Master Circular.

The circular takes immediate effect and has been issued under SEBI's regulatory powers to ensure investor protection and market regulation.

Link - <https://www.sebi.gov.in/legal/circulars/apr-2025/clarification-on-regulatory-framework-for-specialized-investment-funds-sif-93401.html>