

SEBI Revises Cut-Off Timings for NAV in Overnight Mutual Fund Schemes

The Securities and Exchange Board of India (SEBI) vide its **Circular No. SEBI/HO/IMD/PoD2/P/CIR/2025/56 dated April 22, 2025**, has modified the cut-off timings for determining the applicable Net Asset Value (NAV) for repurchase or redemption of units in mutual fund overnight schemes.

This change, effective June 1, 2025, aims to facilitate the upstreaming of clients' funds by stock brokers and clearing members to clearing corporations in the form of pledged units of overnight schemes, as mandated by an earlier SEBI circular.

Previously, a uniform cut-off time existed for liquid and overnight funds. Now, for overnight funds, applications received up to 3:00 PM will be processed using the NAV of the immediately preceding business day, while applications received after 3:00 PM will be processed using the next business day's NAV.

For online applications in overnight schemes, a later cut-off time of 7:00 PM will be applicable. This revision follows recommendations from an industry working group and public consultation.

Link - https://www.sebi.gov.in/legal/circulars/apr-2025/change-in-cut-off-timings-to-determine-applicable-nav-with-respect-to-repurchase-redemption-of-units-in-overnight-schemes-of-mutual-funds_93541.html