

IFSCA prescribes regulatory framework for REITs and InvITs in IFSC

By TIOL News Service

EW DELHI, OCT 22, 2020: THE International Financial Services Centres Authority (IFSCA), with an objective to develop the financial oducts and services in the Gijarat International Finance Tec-City International Financial Services Centre (GIFT IFSC) has prescribed the gulatory framework for leal Estate Investment Trusts (REITs) and Infrastructure Investment Trusts (InvITs) in IFSC.

GIFT IFSC. Additionally, InvITs have been permitted to raise funds through private placements also.

The REITs and InvITs registered in IFSC have been permitted to invest in real estate assets and infrastructure projects respectively in IFSC, India and other foreign jurisdictions, which is in line with the framework provided in the global financial centres.

Additionally, the REITs and InvITs that are already listed in any of the permissible jurisdictions other than IFSC (currently USA, Japan, South Korea, United Kingdom excluding British Overseas Territories, France, Germany, Canada and India) or India have been permitted to list and trade on the recognised stock exchanges in IFSC, subject to compliance with their respectivelaws of home jurisdiction.

The listing of REITs and InvITs in IFSC shall be in accordance with the requirements of the stock exchanges in IFSC.

The entities in IFSC can participate and benefit from the growth of real estate and infrastructure sector in international jurisdictions.

Further details on the framework for REITs and InvITsare available on the IFSCA website at the URL: https://ifsca.gov.in/Circular