



Relaxation From Compliance With Minimum Public Shareholding (MPS) Requirements For A Limited Period

SEBI has through this circular granted a relaxation for compliance with MPS requirements for companies who were required to comply with such requirements by April 1, 2026 onwards to September 30, 2026.

Regulation 38 of SEBI LODR regulations requires compliance with minimum public shareholding prescribed under rule 19 and 19A of Securities Contract (Regulation) Act, 1957. The rules prescribed maintenance of minimum 25% public shareholding at all times for listed companies.

Relaxation is granted as follows for compliance with the same:

- Stock exchanges and depositories will not take penal action for non-compliance with MPS requirements that occur during April 1, 2026 to September 30, 2026 period.
- Any penal action already in progress which relates to non-compliance mentioned above shall also be withdrawn.

It is to be noted that it is a one-time relaxation granted due to geopolitical events. Penal actions for non-compliances prior to April 1, 2026 may be undertaken.

Kindly refer the following for the details - [Relaxation from the applicability of SEBI Master Circular for compliance with the provisions of the SEBI](#)