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Proposed Amendment to Definition of UPSI

SEBI has released a consultation paper to receive public comments on the *proposed amendment* to the definition of *Unpublished Price Sensitive Information* (“**UPSI**”) under the Insider Trading Regulations, to bring clarity and uniformity of compliance in the ecosystem.

Under the consultation paper, SEBI *inter alia* analysed the nature of information released by the top 100 listed companies through *press releases* and the resultant increase in share price and notional profits for such listed companies.

Under Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**LODR**”), listed companies are required to *disclose material events or information to the stock exchanges* mandatorily or based on application of the guidelines for materiality framed by the listed companies.

Pursuant to the analysis and rationale of SEBI to identify certain events or information as **UPSI** by the listed companies, SEBI has proposed that the definition of **UPSI** be amended to also include information relating to the *material events* in accordance with *Regulation 30 of LODR*.

The said consultation paper was published on May 18, 2023 ([available here](#)).

This Update is meant for general information and shall not be deemed to be a legal advice or opinion. This Update is neither intended to be an advertisement or solicitation.

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