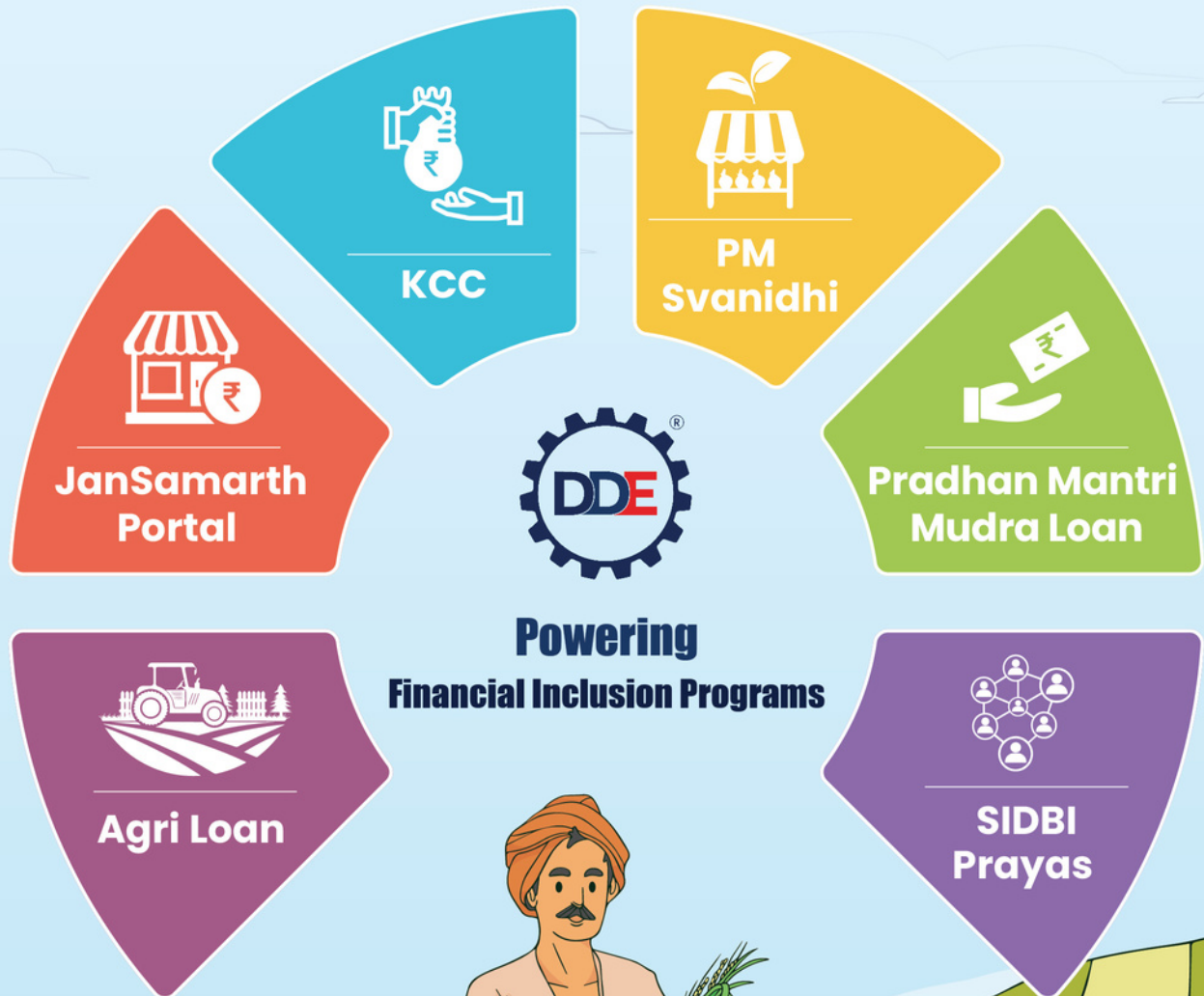


THE NeSL CHRONICLE

The Quarterly E-Newsletter of NeSL July - September 2023 | Vol.08



ATTENTION : e-BG BENEFICIARY

Access and verify your e-BG Issued through NeSL Platform

[Click Here](#)

To learn how to View and Download e-BG issued in your favour

TABLE OF CONTENT

From MD & CEO's Desk	03
Statistical Information - Default & Distribution Analysis	04
Data Trends	07
DDE at a Glance	09
e-Bank Guarantee Statistics	12
Testimonials	13
Events	14
Board of Directors	17
Articles	18
Recent Communiques	19
Quiz - Word Puzzle	20
Videos	21
Contact us	22

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FROM MD & CEO'S DESK

Debajyoti Ray Chaudhuri

Managing Director & CEO



As on date, India is one of the brightest spots in world as far as economic growth is concerned and we are poised to become the third largest economy in the world in a few years. Our Digital Public Infrastructure (DPI) is the best in the world and massive upgradation of our physical infrastructure like roads, airports and seaports is also being undertaken. To complement this is a robust banking system, which as per recent reports is in good health. It is therefore felt that India's growth is sustainable unless some of the present global geopolitical events take a turn for the worse.

A concern however is that while there is a burgeoning middle class and increasing number of HNIs, there is still a large segment of population which does not have access to basic amenities like housing, food, and decent quality of life. Therefore, financial inclusion is an important priority for our country.

India is the global leader in digital real time payments through UPI, and this would not been possible without a bank account. India's superior DPI facilitates this process. The JAM - trinity (Jandhan, Aadhaar, Mobile) has ensured that almost every Indian has a bank account. The availability of PMJDY (Pradhan Mantri Jan-Dhan Yojana) accounts has ensured a very effective implementation of Direct Benefit Transfer (DBT). The number of PMJDY accounts has gone up to 50 crores while the amount available in them was Rs 2 lac crores* as on August 2023.

However, DBT and similar schemes are not enough for sustained poverty alleviation. Vulnerable groups like weaker sections of society and low income groups also need access to capital so that they can have productive assets to augment their income and free themselves from informal lenders charging usurious rates of interest. The most vulnerable sections of society in general pay the highest rates of interest but access to credit is still their biggest challenge. However, the experience of MFIs in India has shown that with the right products and services, these sections of society can also be good borrowers.

NeSL's DDE can play an important role in financial inclusion by providing the missing link in full digitisation of the credit process. It provides paperless and digital documentation bringing down the time and costs of documentation, which can be passed on to the beneficiaries. The documentation can be done at any time of day with no requirement of visiting any branch or office of a financial institution.

NeSL's DDE has been used in financial inclusion schemes with 3 lac transactions valued at around Rs 5000 crores having taken place. However, this is a very tiny fraction of the total number of transactions taking place. We need to position our DDE as an essential feature of all financial inclusion products of banks/FIs to increase our DDE numbers and also play a role in the development of our beloved country.

*Source - PIB

STATISTICAL INFORMATION

DEFAULTS & DISTRIBUTION ANALYSIS

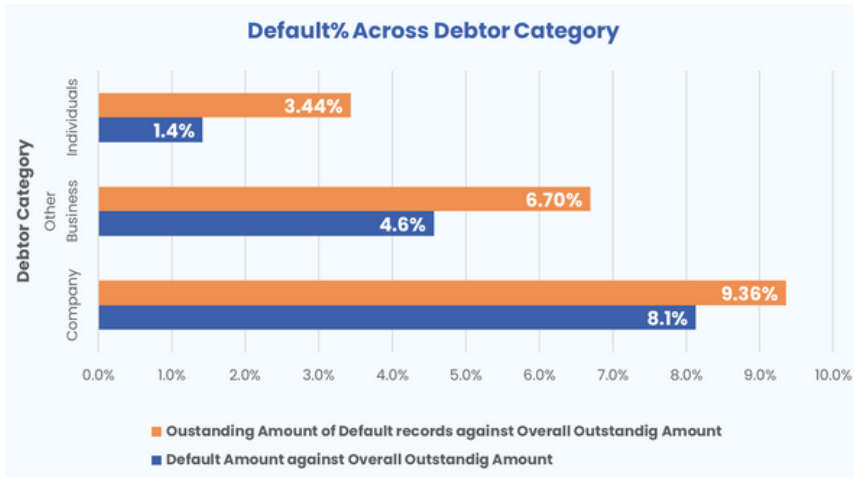


Chart 1

Broad Conclusions

Company segment has highest default%, the individual segment being the lowest

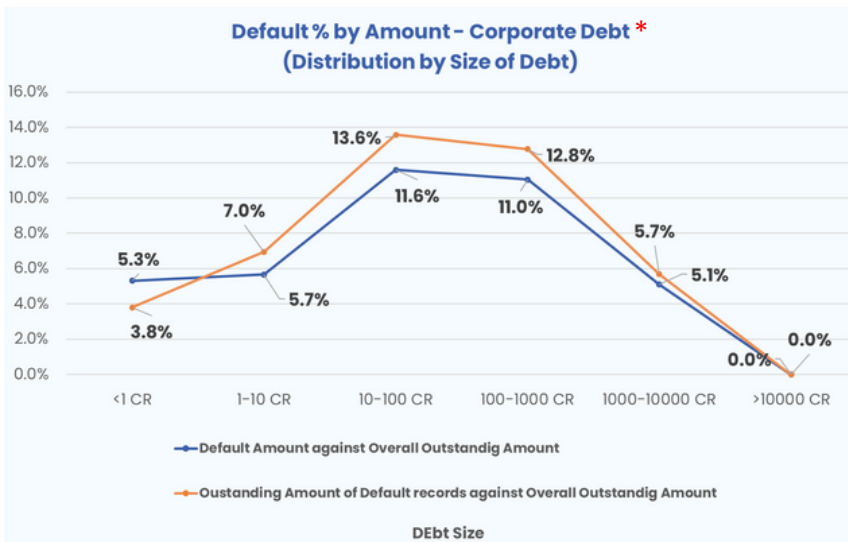


Chart 2

Broad Conclusions

Default% is highest in the debt size between 10-100Cr

*It is observed in some default records (<1Cr), value in Outstanding Amount is reported as less than value of Default Amount. NeSL has taken up with submitters for clarification on same.

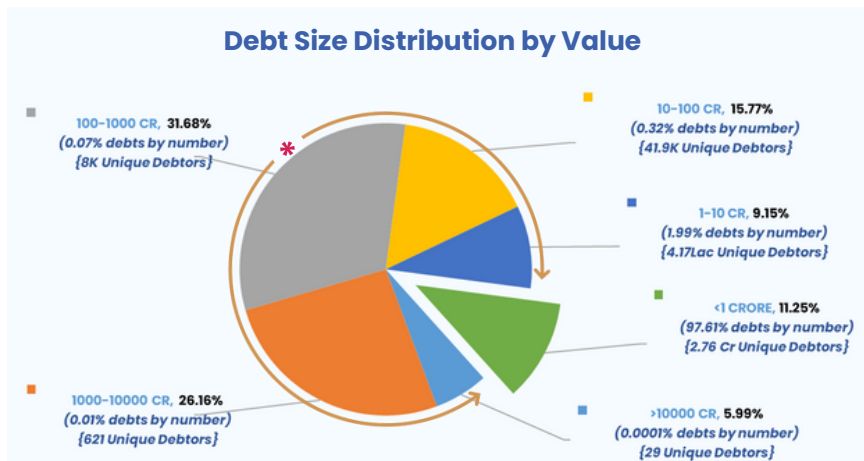


Chart 3

Broad Conclusions

*Top 2.4% debts by number account for 89% by value

97.6% loans are <=1Cr, accounting for only 11% by value

STATISTICAL INFORMATION

DEFAULTS & DISTRIBUTION ANALYSIS

YoY Debtor Category wise Analysis of Debt Records

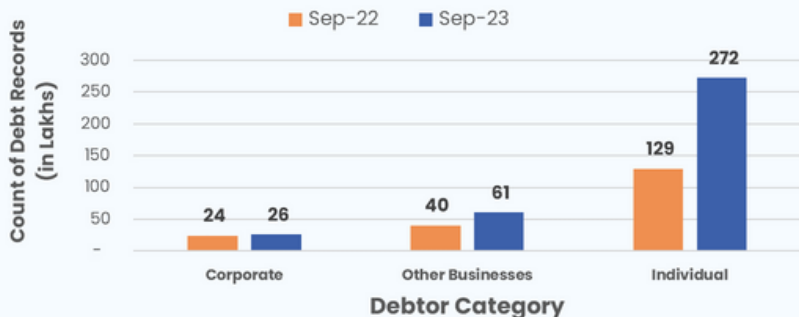


Chart 4

Broad Conclusions

Growth in number of debt records across all debtor categories

YoY Debtor Category wise Analysis of Outstanding Amount

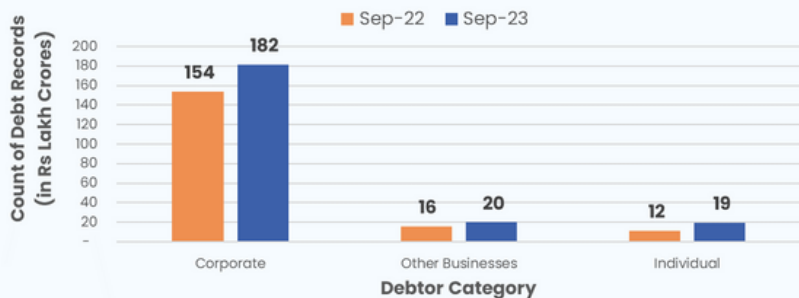


Chart 5

Broad Conclusions

Growth in the outstanding amount across debtor categories

YoY Analysis of Default Amount against Overall Outstanding Amount (%)

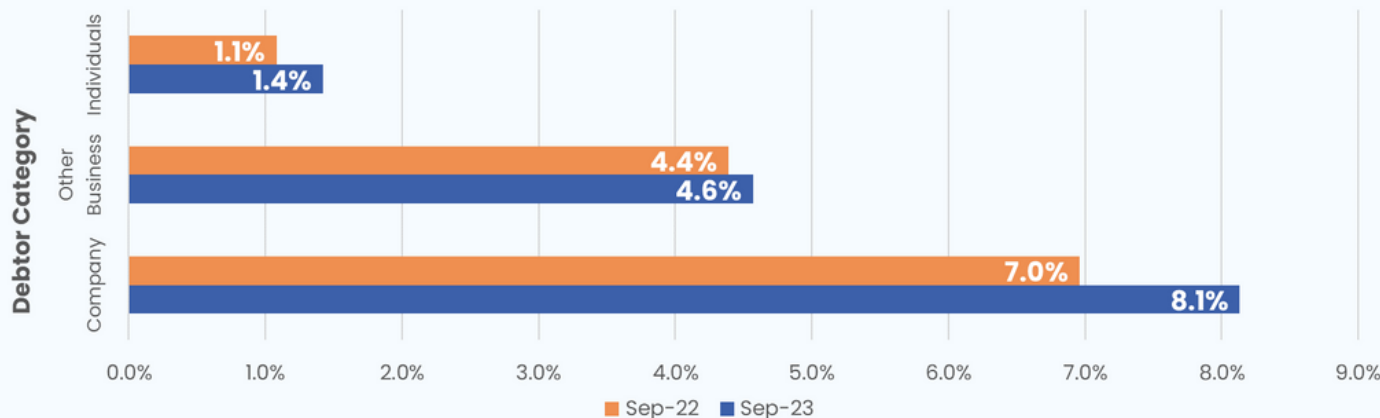


Chart 6

Broad Conclusions

YoY Default Amount against Overall Outstanding Amount % increased. In the company category, this is possibly due to improved reporting of default records submitted by the creditors in view of the new mandatory provisions for Record of Default (RoD) in CIRP.

Notes:

- Based on data received by IU. Data of various segments, especially individual and other businesses are not complete
- Please read along with statistical information published on NeSL website. [Click here](#)

STATISTICAL INFORMATION

DEFAULTS & DISTRIBUTION ANALYSIS

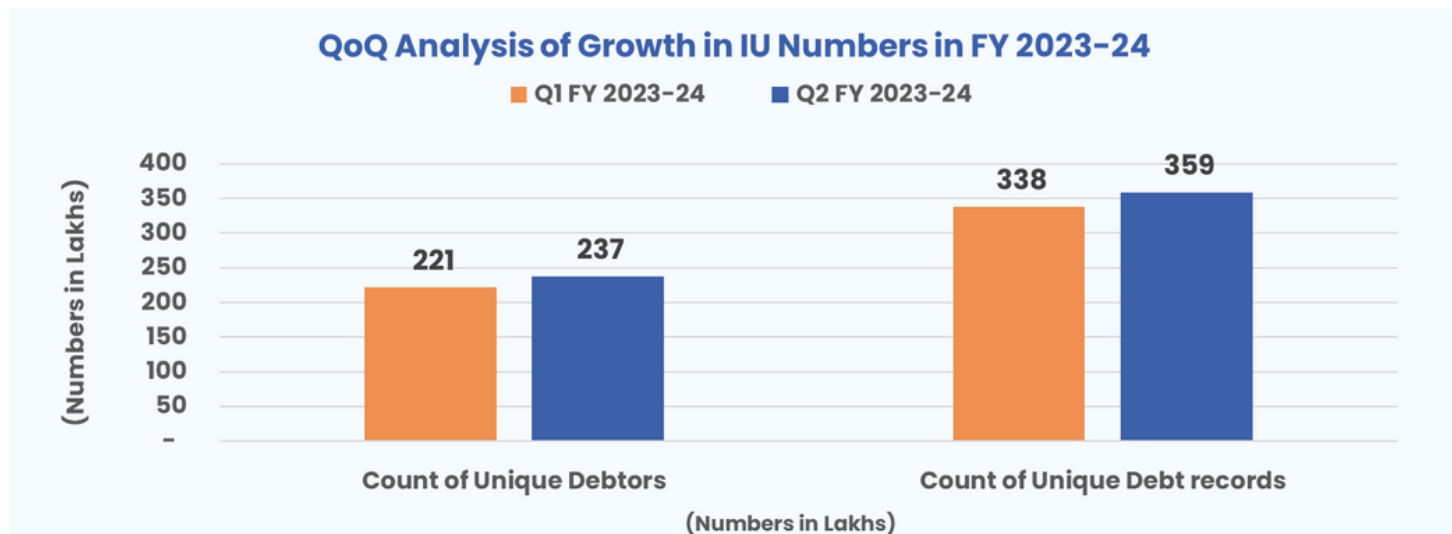


Chart 7

Broad Conclusions

- Compared to Q1 of FY 2023-24, in Q2 of FY 2023-24 there is growth of count of Unique debtors and Unique debt records.
- On an average, 1.5 debt records are submitted against each unique debtor.

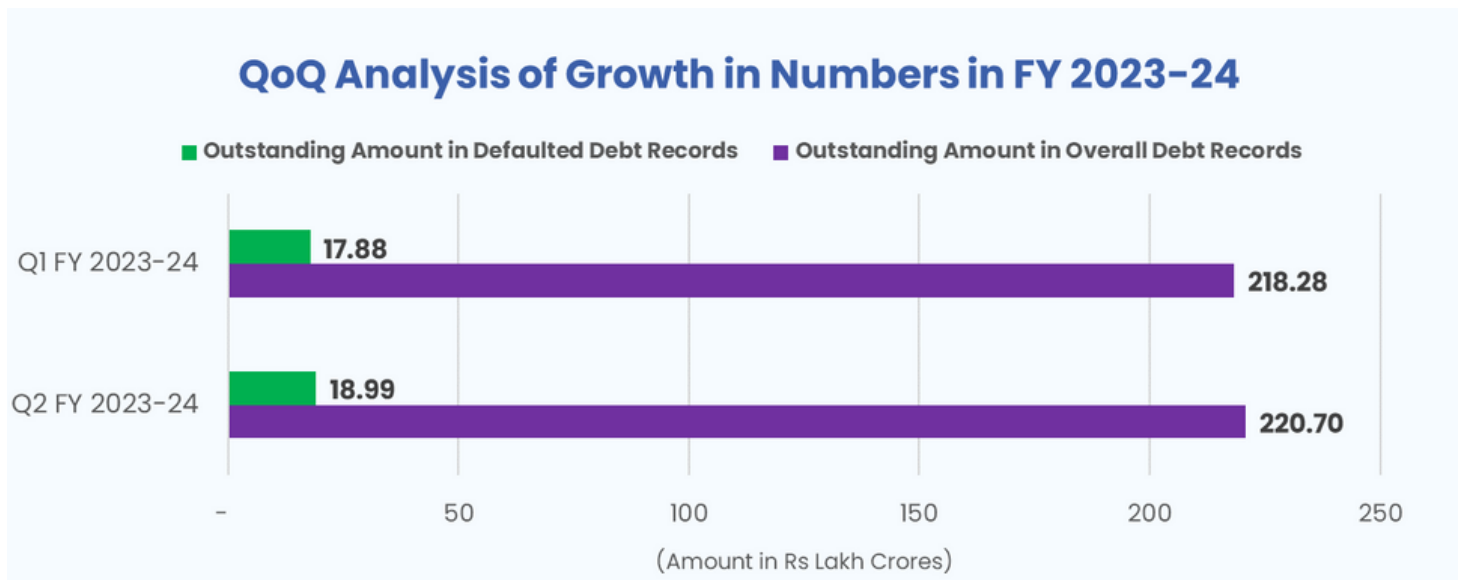


Chart 8

Broad Conclusions

Compared to Q1 of FY 2023-24, in Q2 of FY 2023-24 there is an increase in Outstanding Amount in defaulted debt records and Outstanding Amount in overall Debt Records.

DATA TRENDS

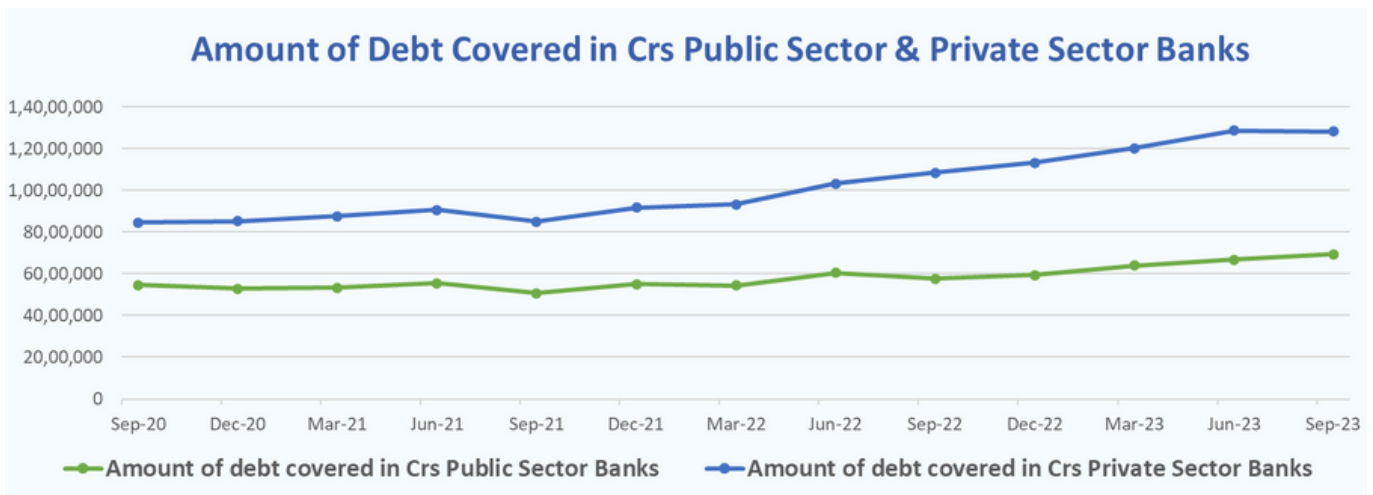
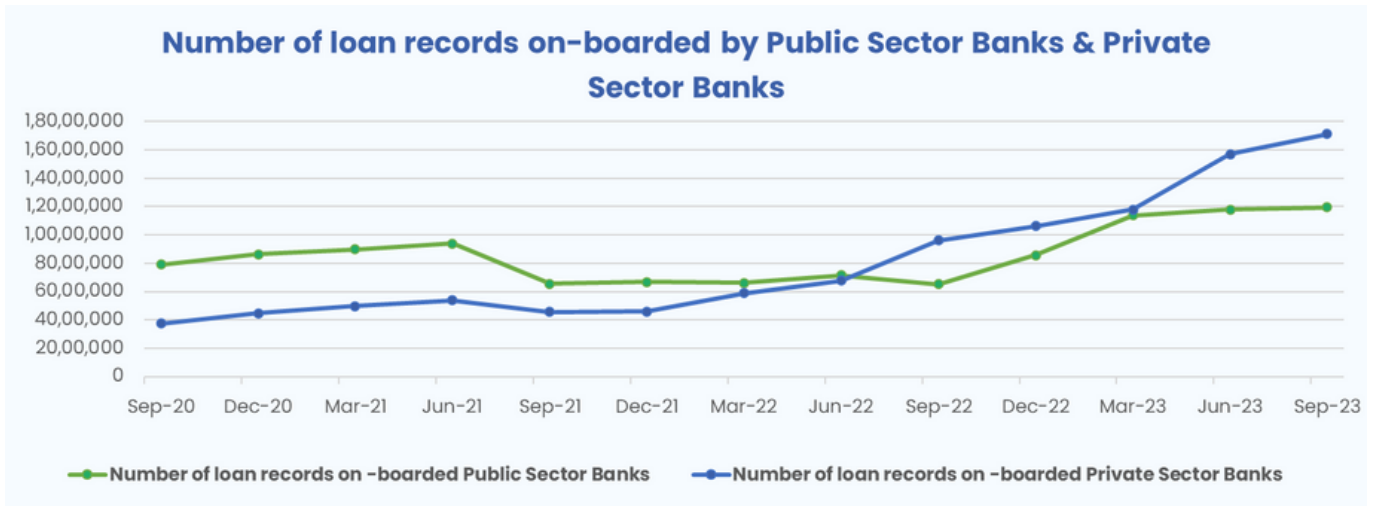


Chart 9 & 10

PSB & Pvt Debt Count and O/s Amount (Standard)

These charts denote the quarterly number of debt records on-boarded by Public Sector Banks & Private Sector Banks.

During the period of June, 2022, the submissions made by the Public Sector Banks and Private Sector Banks were almost at par.

A drop in the numbers for **Public Sector Banks** is noticed from September 2022 onwards vis-à-vis Private Sector Banks, which is due to Debt closures, Debt status changing from Standard to Default and/or error marking of the information.

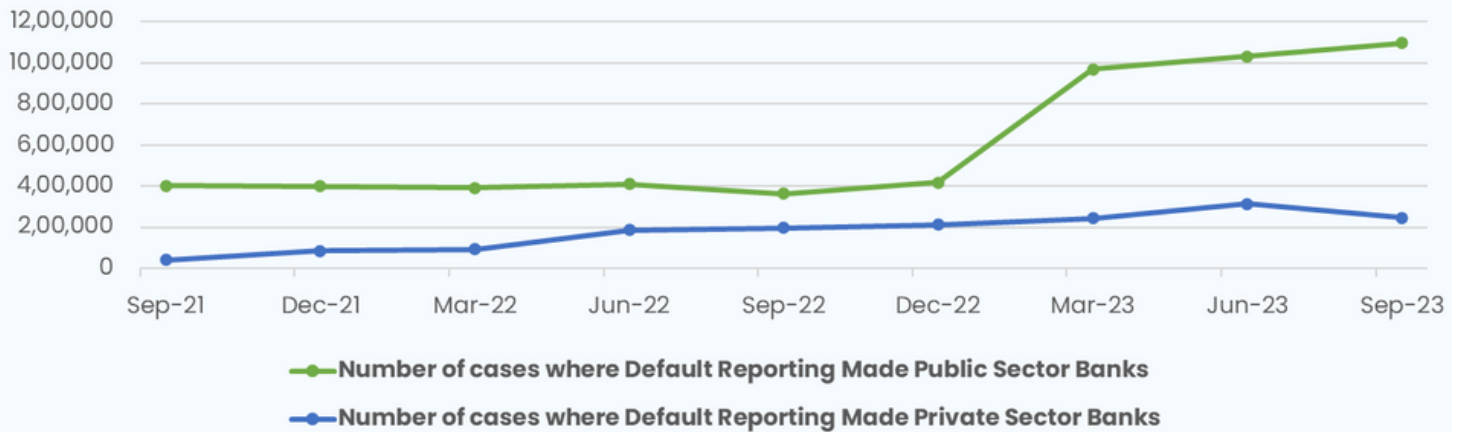
Private Sector Banks show an upward trend of submission from September 2022 onwards. The Private Sector Banks comprises of the Private Banks, Co-operative Banks and the Foreign Banks thereby showing higher number of Debt Information Submitters. In the recent debt information submissions made, during September 2023, 8 Private Sector Banks have made new debt record submissions.

The total number of on-boarded **Public Sector Banks** are **13** and **Private Sector Banks** are **90**, which accounts for the increase in the numbers of debt records for private sector banks.

The similar effect is witnessed in **Chart 2**, which is with respect to the outstanding amount.

DATA TRENDS

Number of Default Reported Debt



Outstanding Amount in Default Reported Debt

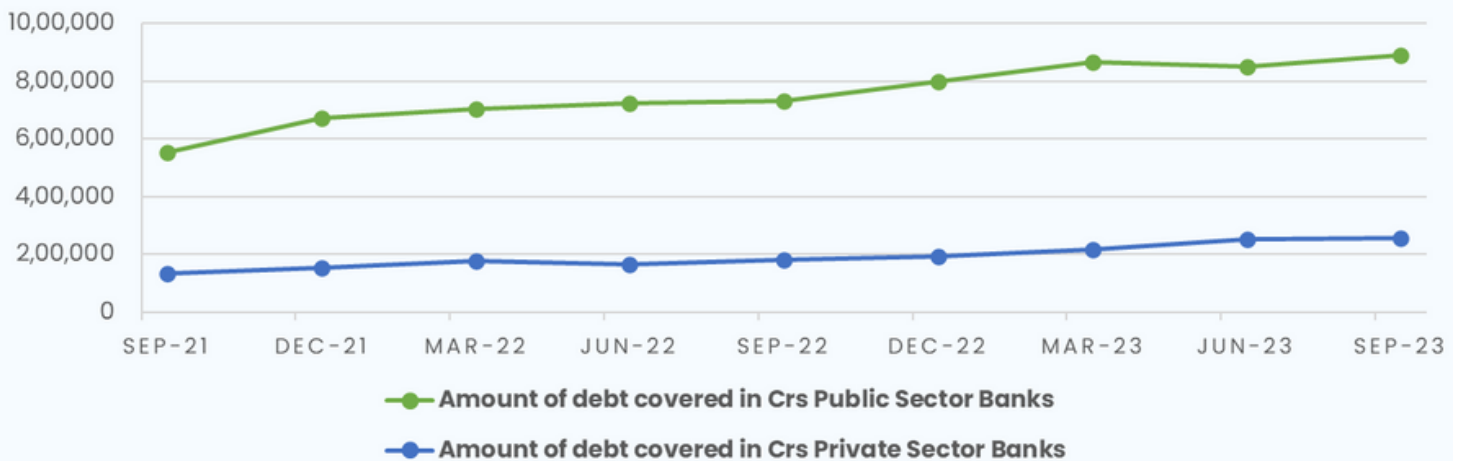


Chart 11 & 12

PSB & Pvt Loan Count and O/s Amount (Default)

These graphs represent the number of Default Reported Debts made by the **Public Sector Banks** and the **Private Sector Banks**.

During Q4 March 2023, a leading bank had made 5,22,278 new default submissions in Individual segment, which increased the number of default reported debts.

In the **Private Sector Banks** segment, during Q2 September, 2023, there is a slight decrease in number of default reported debts because of a few banks having reported some substantial default accounts having their status changed from Default to Standard. There has also been updation of some debt records being closed and/or error marked thereby declining the numbers.

DDE AT A GLANCE

DDE Milestones

Chart 13

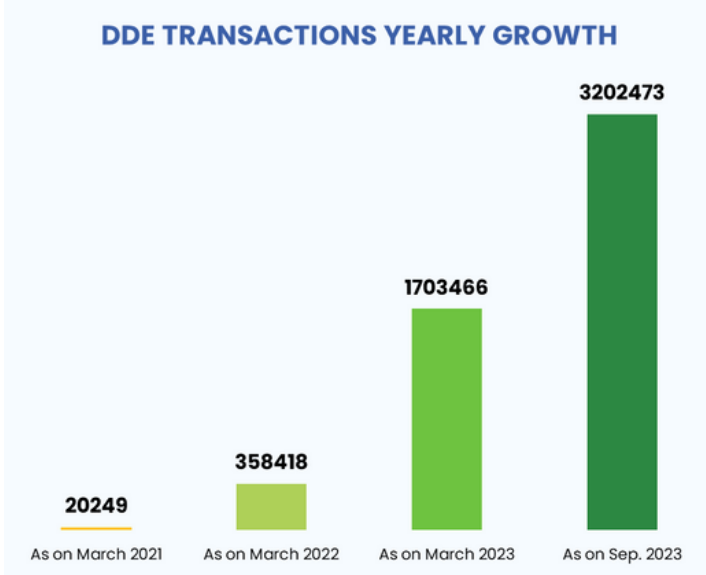
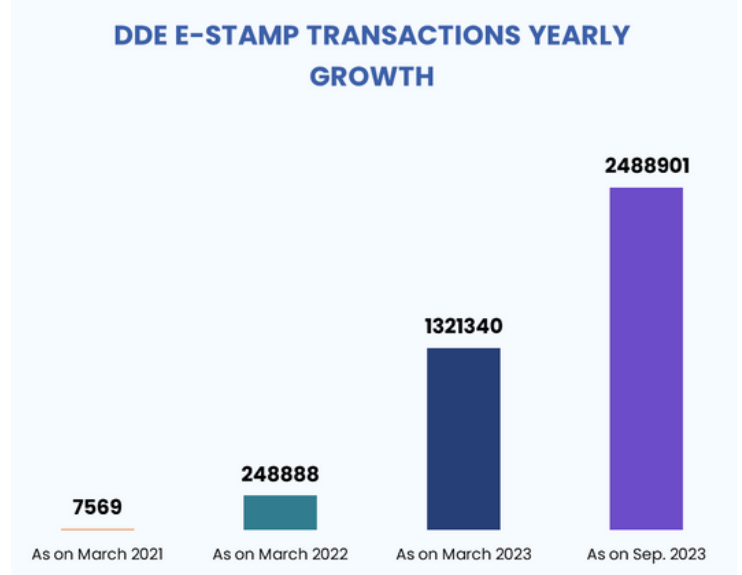


Chart 14



Data Range - Inception to September 2023

DDE Transactions Trend

Chart 15

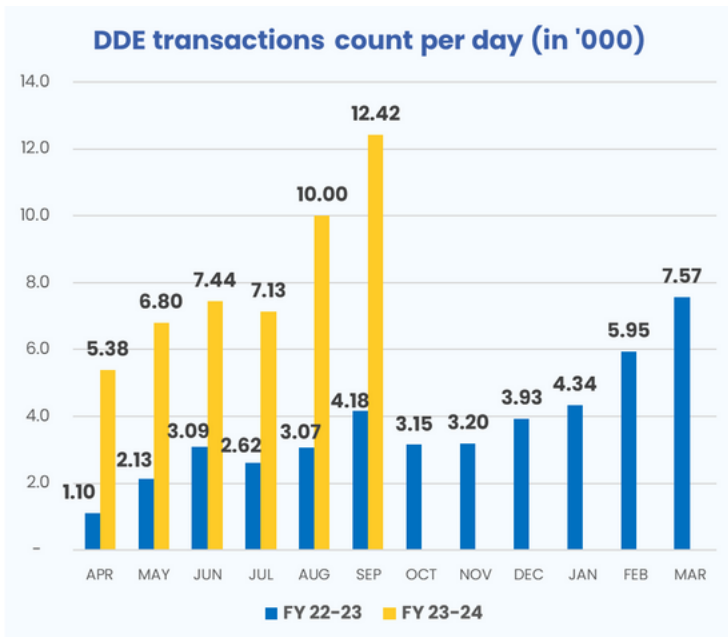
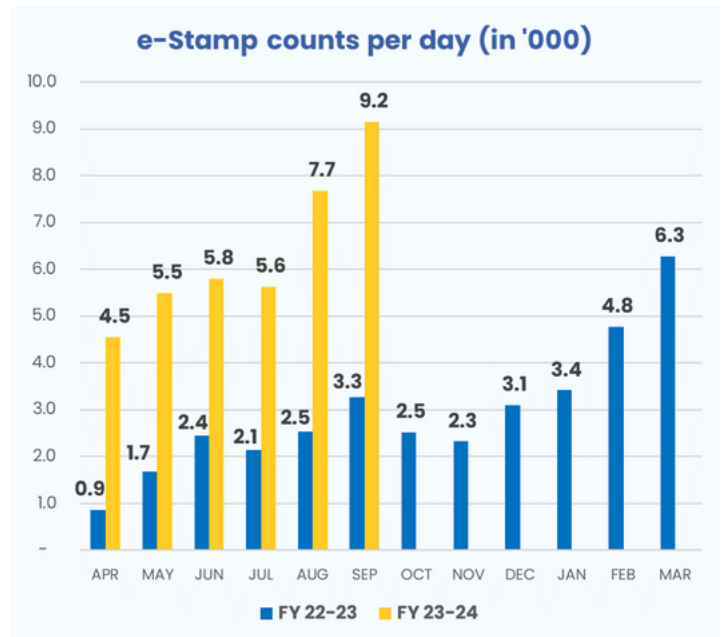


Chart 16



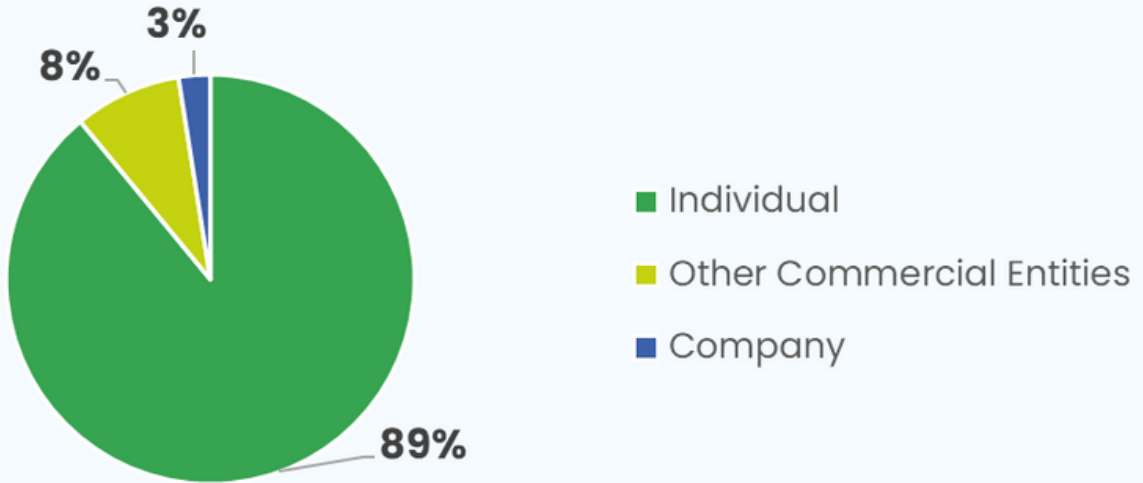
Data Range - April 2022 to September 2023

DDE AT A GLANCE

Paperless DDE transactions across various Customer Segment

Chart 17

Category based DDE Count



Data Range - Inception to September 23

Top 5 States based on Digital e-Stamp Count (Quarter wise)

Chart 18

	Q1 (FY 22-23)	Q2 (FY 22-23)	Q3 (FY 22-23)	Q4 (FY 22-23)	Q1 (FY 23-24)	Q2 (FY 23-24)
Rank 1	Gujarat	Gujarat	Uttar Pradesh	Uttar Pradesh	Maharashtra	Maharashtra
Rank 2	Uttar Pradesh	Rajasthan	Rajasthan	Karnataka	Karnataka	Uttar Pradesh
Rank 3	Maharashtra	Uttar Pradesh	Gujarat	Maharashtra	Uttar Pradesh	Karnataka
Rank 4	Rajasthan	Karnataka	Karnataka	Rajasthan	Gujarat	Gujarat
Rank 5	Tamil Nadu	Maharashtra	Maharashtra	Tamil Nadu	Rajasthan	Tamil Nadu

Data Range - April 2022 to September 2023

DDE AT A GLANCE

Financial Inclusion

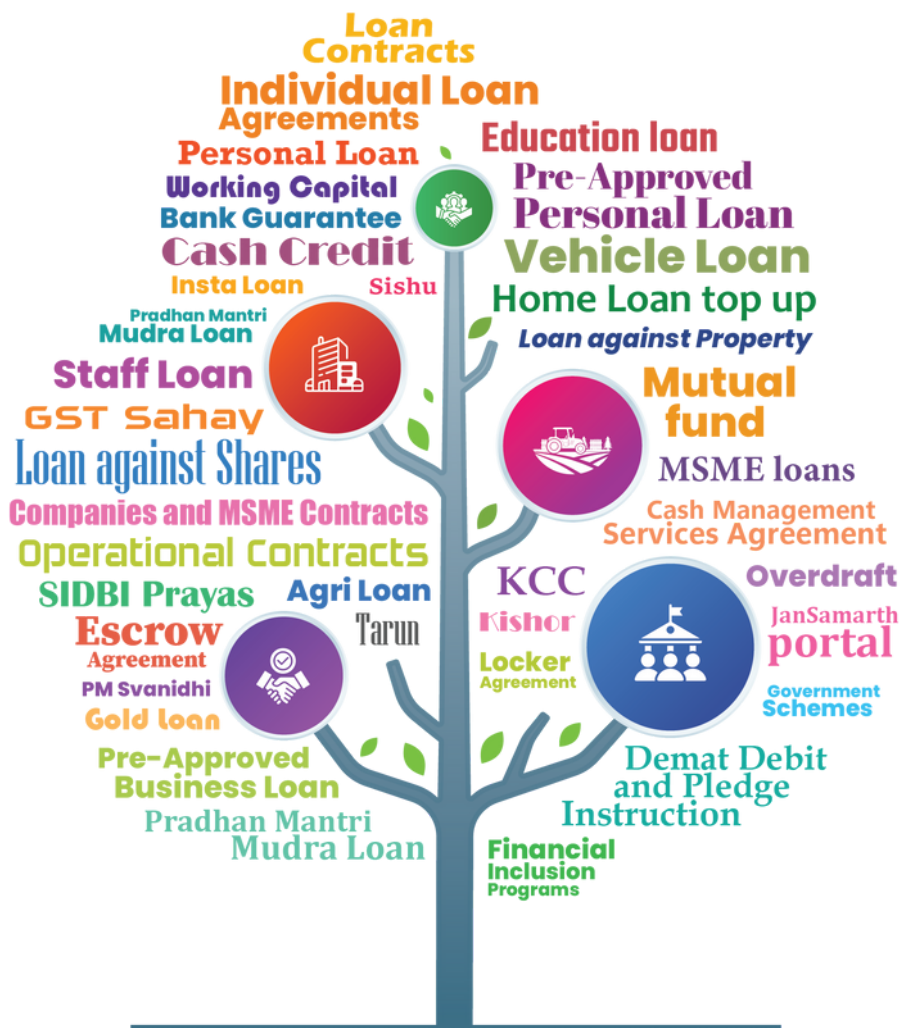
Chart 19

Period	Total Sanction Value (in Cr)	Total Stamp Duty Amount (in lakhs)	Total transactions (in lakhs)
upto December 2022	2,172	86.00	0.90
Jan to March 2023	971	55.04	0.64
April to June 2023	502	24.87	0.36
July to September 2023	1,293	87.54	1.03
Upto Sep. 2023	4,938	253.45	2.93

Includes : KCC, SIDBI Prayas, JanSamarth, ECLGS, PM Schemes – PM Svanidhi, PM Mudra (Shishu,Kishor,Tarun)

Data Range – Inception to September 2023

Types of Digital Documents Executed by FCs and OCs



e-BANK GUARANTEE STATISTICS

Data Range - Inception till September 2023



e-BGs issued in favour of **624** unique Beneficiaries worth of Rs **11,418 Crores** across **21 states**



Highest value e-BG issued on DDE platform: **500 Crores**



20 Banks issuing e-BG using NeSL DDE Platform

TESTIMONIALS

Digital Document Execution (DDE)



"NESL is providing digital documentation execution services because of which the TAT is reduced. They are using latest technology and providing better document execution and also management solutions. This DDE service is also saving cost to lenders with the Dematerialization of documents. It also provides access to the digitally executed documents at any time. We have received feedback from customers saying that "NeSL DDE services are helping us by enabling us to execute the documents at our convenience thereby saving time and cost of travel to branches". NESL also excels in technical support. Their team is responsive, proactive, and always ready to assist with any queries or concerns. They understand the importance of timely communication and ensure that all interactions are handled promptly and professionally."



Team DDE (Digitization)

Digitization Vertical, Central Office
Union Bank of India, BKC, Mumbai

E-Udbhavam



"The whole experience saved time, the agreement is legally valid and no different from the standard paper-based agreement. Most importantly we could do it in the convenience of our homes and offices without having to run from one place to another. The flat owner also mentioned that this was the first time for him as well to be signing an agreement like this and said he found it really convenient."



Mr. Abhijith Vaidya

(Chartered Accountant)

Electronic Bank Guarantee (e-BG)



"We recently implemented electronic bank guarantee (e-BG) service of NeSL and our experience has been remarkable all through the journey of development and implementation of e-BG. This innovative solution has significantly reduced the turnaround time (TAT) of Bank Guarantee processing, thereby enhancing the customers' experience. Besides, it has been well accepted by the Beneficiaries as the same has reduced physical paperwork and hassle of maintenance of records. We are sure that this technology -driven offering will go a long way in easing the cumbersome process followed so far and reduce the delay at each stage of operation. The introduction of e-BG as a product for our customers has also contributed to increase in business.

NeSL's professional approach coupled with the cutting-edge technology and unwavering commitment to service excellence have made them our preferred partner. We wholeheartedly thank the officials of NeSL who made this possible for AU Small Finance Bank."



Vivek Tripathi

Head of Commercial Banking
AU Small Finance Bank Limited

EVENTS

Special Addresses



Shri. Debajyoti Ray Chaudhuri MD & CEO, NeSL spoke at the IBM Consulting Forum Aspire 2023 hosted by ET Edge

- July 10th, 2023:

Shri. Debajyoti Ray Chaudhuri MD & CEO, NeSL spoke at the IBM Consulting Forum Aspire 2023 hosted by ET Edge, an insightful panel discussion on 'The future is open powered by Resilient Agility'. The distinguished panelists collectively shed light on the importance of being cyber-secure and resilient to navigate the challenges of a constantly changing world, driven by rapid technology-led transformation. MD & CEO NeSL also spoke about India's robust Digital Public Infrastructure (DPI) and need to build on top of that, especially in the area of digital and paperless contracting.



IBBI - Insolvency Professionals' Conclave in association with National E-Governance Services Limited in New Delhi.

- July 24th, 2023

IBBI organized an IP Conclave on 24th July 2023, in association with NeSL at the India International Centre, Lodhi Road, New Delhi. The Conclave witnessed keen participation by insolvency professionals (IPs). The theme of the Conclave was 'Insolvency Case Management System'.



MD & CEO, NeSL gave a presentation on 'Insolvency Case Management System' which was followed by a demonstration of the same. NeSL apprised that it offers the Insolvency Case Management Solution (ICMS), which is an end to end IT solution for CIRP and liquidation process, facilitating completion of the required tasks in a time-bound manner.



Workshop on Electronic Bank Guarantee for officials of SBI.

- July 25th, 2023

MD & CEO, NeSL delivered a presentation on e-BG service offered by NeSL at the SBI Academy, Gurgaon in the Workshop on Electronic Bank Guarantee for officials of SBI.



EVENTS

Webinar by IIP-ICAI on 'Office Infrastructure and IT Solutions by IPs'

- August 04th, 2023

CA. Rahul Madan, Managing Director, IIP-ICAI delivered the welcome address and Shri. Debajyoti Ray Chaudhuri, MD & CEO, NeSL delivered the inaugural address followed by a demo on the PDA++ Services was presented by NeSL officials. The webinar was attended by 50+ IPs.

ICSI IIP – Webinar Series: Reviewing regulations notified under the Insolvency and Bankruptcy Code, 2016

- August 09th, 2023

ICSI IIP conducted a Webinar Series to review multiple regulations with the stakeholders and the consolidated inputs were planned to be shared with the IBBI.

MD & CEO, NeSL was invited to speak on the Information Utility Regulations and share his views on the topic. A presentation was made to the participants to understand the regulations better and to suggest modifications.

IBBI – Meeting on Insolvency Case Management System

- August 21st, 2023:

A meeting was chaired by Shri. Ravi Mital, Chairperson, IBBI along with Shri. Jayanti Prasad, WTM, IBBI participated by MD & CEO, NeSL, PDA team of NeSL, Officials from IBBI and 10+ IPs who have used the Insolvency Case Management System of NeSL for a discussion about the feedback on usage and requirement of additional features to make the ICMS more useful for management of CIRP/Liquidation assignments.

EIRC (ICAI) – Conclave on IBC: Resurgence through Resolutions

- September 2nd, 2023

The Eastern Indian Regional Council (EIRC) of the Institute of Chartered Accountants of India (ICAI) organized a Conclave on IBC on the title 'Resurgence through Resolutions' at Taj Bengal, Kolkata on 2nd, September 2023. The chief guest for the event was Shri. Sudhaker Shukla, WTM, IBBI and Hon'ble Members of the NCLT Kolkata Bench were also present for a panel discussion. In this conclave MD & CEO, NeSL was invited as a distinguished speaker for a session titled 'Information Utility – An Indian Innovation'.



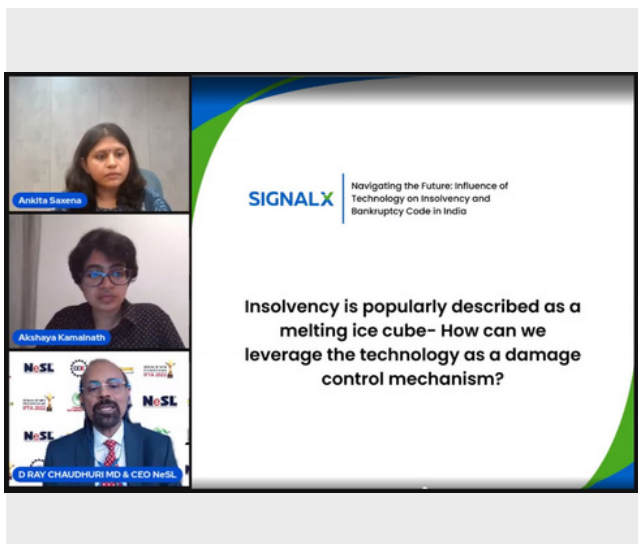
EVENTS



Global Fintech Fest 2023 – Mumbai.

- September 5th, 2023

MD & CEO, NeSL was invited to be a part of an esteemed panel of senior leaders from the BFSI industry to deliberate on "Digital Identification to facilitate remote onboarding and authentication". Other panelists of this discussion were, Shri. Inderjit Camotra, MD and CEO, Unity Small Finance Bank, Shri. Subbalakshmi M Shirali, MD & CEO, TJSB and Shri. Anuj Kumar, CEO, CAMS.



Webinar: Navigating the Future – Technology's influence on IBC in India

- September 11th, 2023

An inaugural episode of a webinar series by SignalX.ai, a risk management platform with expertise on due diligence, valuation, compliance and forensics hosted our MD & CEO, NeSL and Dr. Akshaya Kamalnath, Associate Professor at Australian National University College of Law to deliberate on the title 'Navigating the Future – Technology's influence on IBC in India' and the webinar was attended by various Insolvency Professionals, thought leaders and theorists and domain experts.



IBBI - Insolvency Professionals' Conclave co-hosted by Committee on Insolvency and Bankruptcy Code of ICAI and at Mumbai.

- September 15th, 2023

IBBI organized a IP Conclave on 15th September, 2023, co-hosted by Committee on Insolvency and Bankruptcy Code of ICAI in association with IIIPI of ICAI, ICSI IIP and IPA of ICAI at ICAI Tower, Mumbai. The theme of the IP Conclave was 'Perspective of Creditors and Insolvency Professionals'. The Conclave was attended by MDs of SBI, IDBI Bank, Yes Bank, Bank of India, EDs of other banks and IPs.

BOARD OF DIRECTORS

Changes in Governing Board



Shri Subrata Biswas

Nominee Director

Shri Subrata Biswas, Nominee Director representing SBI ceased to be Director of NeSL, w.e.f 19/09/2023. We sincerely appreciate the valuable contribution of Shri Subrata Biswas, during his tenure as Director of the NeSL.

ARTICLES

HOW THE NESL'S DDE GARNERED 3 MILLION DIGITAL DOCUMENT EXECUTION (DDE) TRANSACTIONS



The pandemic has accelerated digital technology in the financial sector & impacted the role of financial technology firms. Among the revolutionary financial technology solutions are contactless lending, paperless lending, One such innovation that stands out is the Digital Document Execution (DDE) platform, a platform devised under the Information Utility regulated by IBBI.

Today DDE platform is being used by 35 of India's TOP Banks & FIs across various departments including 110 implementations. The aggregate of state governments to issue digital e-stamping to NeSL has reached 26 now with the 1st state being Rajasthan in the year 2020.

[Read More](#)

by **Shajitha Lobo**
EVP - Chief Marketing Office

UNIQUE WAYS OF EXECUTING DDE



In its simplest form, DDE offers a 100% paperless and digital means to execute agreements and contracts using e-stamp and e-sign. This simple solution is being leverage by Banks and NBFC's across the country to execute agreements of various nature. Typically, executing a loan in the past required 100% paperwork and it stretched across to several weeks and required physical customer visits to the Bank etc.

DDE critically helps

- 1.Reduce lead time to execute contracts
- 2.Eliminates paperwork
- 3.No bank visits for customers
- 4.It is SECURE
- 5.Digital e-stamp and e-sign ensures 100% legal adherence and convenience to customer

[Read More](#)

INSIDER THREATS – CISO'S PERSPECTIVE

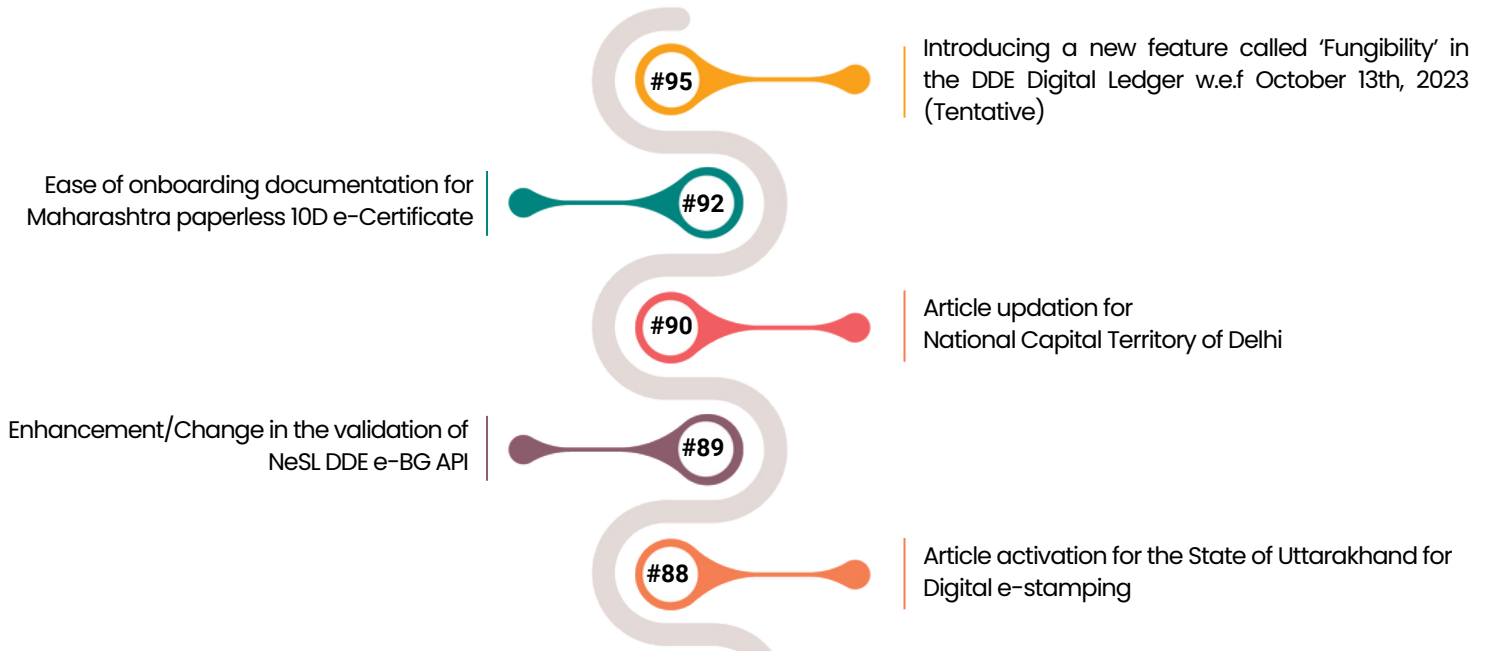


One of the major and critical threat associated with human errors is termed as insider threats. The Cybersecurity and Infrastructure Security Agency (CISA) defines insider threat as *“the threat that an insider will use their authorized access, intentionally or unintentionally, to do harm to the department's mission, resources, personnel, facilities, information, equipment, networks, or systems.”* An insider is a person, who has authorized access to or knowledge of an organization's resources, including personnel, facilities, information, equipment, networks, and systems.

[Read More](#)

by **Jyothish Jolisa**
VP (Information Security) & CISO

RECENT COMMUNIQUES



[CLICK HERE FOR ALL COMMUNIQUES](#)



DISCLAIMER: This Newsletter is meant for the sole purpose of generating awareness, and must not be used as a guide for taking or recommending any action or decision, commercial or otherwise. The reader must do his own research or seek professional advice if he or she intends to take any action or decision in any matter covered in this Newsletter. For any suggestions please email to suggestions@nesl.co.in

WORD PUZZLE



P U A B D T X P H H C T S P I
 A C E M K K W E P A M V Q G J
 P I U D J N G L E A R H O R V
 E E G W K I F A P F Z H Y P S
 R H D T G Z B P J C X H S M V
 L H T D B Q O B F T I Z E H H
 E U T J E Y M Z I V S R Y Y J
 S J Z I I I C S U B Q S P F H
 S O Q A L P C U S T O D I A N
 J U K L L T H X Q W I M W T H
 I E I K V E U U N W J B B L D
 W O A A H D I V U S E L Q S R
 N L N A H K E R A H S L E X P
 N X O Y H P E L M E O U U L E
 G L A S U O X W M H G H Q W Q



- 1) An online portal for the state of Odisha that enables execution of agreements/documents between citizens and businesses.
- 2) Which NeSL's digital contracting platform provides a paperless e-stamp & electronic signature?
- 3) This eliminates the physical documentation usually associated with issuance of BG.
- 4) An online portal for the state of Tamil Nadu that enables execution of rental agreements/documents between 2 parties
- 5) An Information Utility (IU) holds financial information as a -----
- 6) Corporate Insolvency Resolution Process
- 7) Using electronic form of storage/communication instead of paper to record or exchange information.
- 8) In the month of September 2023, DDE has recorded a milestone of 3 ----- transactions
- 9) Which company partners with NeSL to fully digitise demat account opening
- 10) NeSL operates under the regulatory framework of -----

VIDEOS



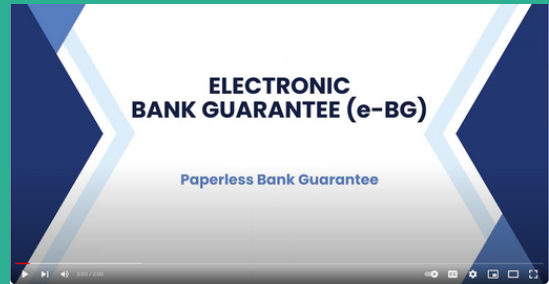
Digital Document Execution (DDE)

NeSL's DDE is a digital contracting platform with a paperless e-stamp & electronic signature. This marks a paradigm shift in the way contracting is done with substantial reduction in cost and time, besides being user friendly for all parties.



Electronic Bank Guarantee (e-BG)

The e-BG eliminates the physical documentation usually associated with issuance of BG. It reduces the turn-around time of the BG issuance and delivery to the beneficiary from an industry average of 3-4 working days to a few minutes. The beneficiary can view the e-BG on the NeSL portal immediately on issuance.



[e-BG Applicant](#)

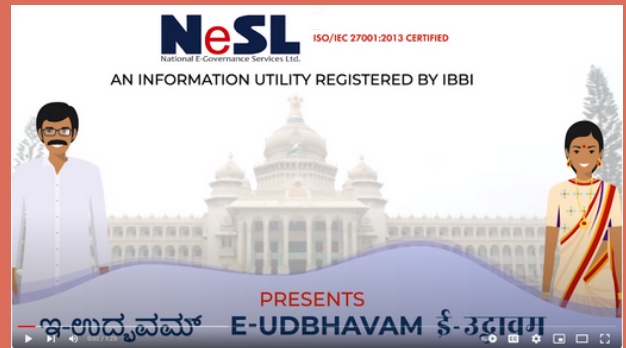


[e-BG Beneficiary](#)



e-Udbhavam

An online portal that enables execution of agreements/documents between citizens and businesses. It allows the entire document execution journey to be completed in paper-less mode. This includes the upload of the document/agreement to be executed, payment of stamp duty and affixing of digital e-stamp certificate on the document, e-sign using Aadhaar or dongle-based e-sign, as well as digital storage of and access to the executed document. It can be executed in the following 3 states under:



[Odisha e-Suvidha](#)



[Karnataka e-Udbhavam](#)



[Tamil Nadu e-Kaiyoppam](#)



Platform for Distressed Assets (PDA)

Corporate insolvency Resolution Process and liquidation requires multiple activities to be completed within time frames laid down in law. PDA is a technology solution to facilitate this.



CONTACT US



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Dickenson Road,
Bengaluru - 560042



REGISTERED OFFICE

Gresham Assurance House
4th Floor, Sir P.M. Road, Fort
Mumbai- 400001



Monday - Saturday
10:00 AM - 6:00 PM

Closed on:
2nd & 4th Saturday, All Sundays
& Government Holidays



**DDE & IP services are
accessible**

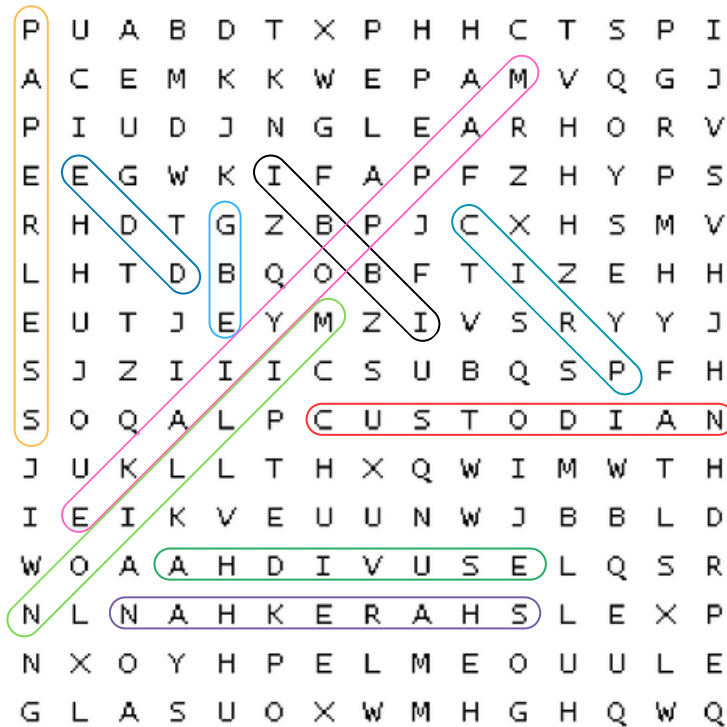
Toll Free No:
1800-599-2345
1800-890-2347



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exclusively for RoD**

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SOLUTION OF WORD PUZZLE



1) ESUVIDHA

2) DDE

3) EBG

4) EKAIYOPPAM

5) CUSTODIAN

6) CIRP

7) PAPERLESS

8) MILLION

9) SHAREKHAN

10) IBBI