

### **Securities contracts Regulation Act 1956**

An Act of the Parliament of India enacted to prevent undesirable exchanges in securities and to control the working of stock exchange in India. It came into force on 20 February 1957.

### **Objects of securities contracts Regulation Act**

- To regulate the working of stock exchanges in India.
- To prevent undesirable transactions in securities.
- To build a healthy and strong investment market to promote investment.
- To build investor's confidence and remove their grievances.

### **Main provisions of the Securities contracts Regulation Rules,1957:**

- **Application for Recognition**
- **Grant of Recognition**
- **Withdrawal of Recognition**
- **Periodical Returns**
- **Inquiries**
- **Annual report**
- **Power to make/Amend Rules**
- **Bye-laws of Recognised stock Exchanges**
- **Powers of central government/SEBI**