

KYC

Definition of KYC

Know Your Customer is the process of verifying the identity of customer. The objective of KYC guidelines is to prevent banks/Financial Institutes from being used, by criminal elements for money laundering activities. It also enables banks to understand its customers and their financial dealings to serve them better and manage its risks prudently.

Importance of KYC

KYC is the means of identifying and verifying the identity of the customer through independent and reliance source of documents, data or information. For the purpose of verifying the identity of:

- Individual customers, bank/Financial Institute will obtain the customer's identity information, address and recent photograph. Similar information will also have to be provided for joint holders and mandate holders.
- Non-Individual customers – banks/Financial Institutes will obtain identification data to verify the legal status of the entity, operating address, the authorized signatories and beneficial owners.

Information is also required on the nature of employment/business that the customer does or expects to undertake and the purpose of opening of the account with the bank/Financial Institute

Purpose

The KYC guidelines have been put in place by the Reserve Bank of India in the context of the recommendations made by the Financial Action Task Force (FATF) on Anti Money Laundering (AML) standards and on Combating Financing of Terrorism (CFT). The Prevention of Money Laundering Act requires banks, financial institutions and intermediaries to ensure that they follow certain minimum standard of KYC and AML.

Required KYC by Manibhavnam Home Finance India Pvt Ltd.:

1. PAN /Form 60
 2. Aadhar Card
- Or any other KYC documents as per requirement