

MRO/DOS/DAK/2024-25/03882

December 16, 2024

To,
All Registered Housing Finance Companies

Madam/Sir,

**Communication of DFS on Sharing of Deactivated Aadhaar
With Banks & Financial Institutions**

This is in reference to Department of Financial Services (DFS), Ministry of Finance letter bearing F. No. 7/59/2024-BOA-I dated September 13, 2024 (copy enclosed) on the captioned matter.

2. All HFCs are advised to note the contents of the enclosed letter and take appropriate action in this regard. Please acknowledge the same.

Yours faithfully,

(S.K. Padhi)
General Manager
Department of Supervision



Encl: Letter of DFS bearing F. No. 7/59/2024-BOA-I dated September 13, 2024

F. No. 7/59/2024-BOA-I
Government of India
Ministry of Finance
Department of Financial Services

Jeevan Deep Building, 3rd floor,
Sansad Marg, New Delhi -110 001
Dated: 13th December 2024

To:

1. The Home Secretary, Ministry of Home Affairs
2. The Reserve Bank of India
3. All Public Sector Banks
4. All Private Banks
5. All Foreign Banks
6. All India Financial Institutions (AIFIs)
7. All Cooperative Banks
8. All Non-Banking Financial Companies (NBFCs)
9. All NBFC-Micro Finance Institutions
10. All Regional Rural Banks
11. All Housing Finance Companies registered with National Housing Bank
12. All Credit Information Companies
13. All Local Area Banks
14. All Small Finance Banks and Payment banks

Subject: Sharing of Deactivated Aadhaar with Banks and Financial Institutions

Madam/Sir,

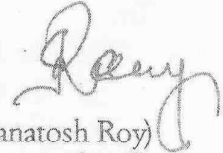
Considering uniqueness & integrity of the Aadhaar data, it can be used for the security purposes including verification of account holder of banks and financial Institutions.

2. In this regards issue of sharing of information related to deactivated Aadhaar data with banks and financial institution has been discussed with UIDAI, wherein UIDAI informed that if banks seek deactivated Aadhaar data, UIDAI will provide such data subject to the signing an MoU/Agreement by each bank, as provided for in Regulation 9(3A) of the Aadhaar (Authentication and Offline verification) Regulations, 2021.

3. Regulation 9(3A) of the Aadhaar (Authentication and Offline verification) Regulations, 2021, contains an enabling provision under which the Deactivated Aadhaar(s) can be shared by the UIDAI with requesting entity. The said regulation read as: -

“Where the requesting entity has entered into a Memorandum of Understanding or agreement with the Authority for the performance of authentication with update of status regarding whether an Aadhaar number previously submitted has been subsequently omitted or deactivated or re-activated, in the event of such Aadhaar number being omitted or deactivated or such a deactivated Aadhaar number being re-activated, the Authority shall send a subsequent digitally signed appropriate response, along with related technical details.”

4. The deactivated Aadhaar data will be useful for the banks and financial institutions to undertake enhanced customer due diligence and to prevent misuse of bank accounts. With having access to the deactivated Aadhaar data, such accounts may also be deactivated/closed, if required
5. In light of above, all the banks and financial institutions are advised to take appropriate action in this regard.



(Inanatosh Roy)

Under Secretary to the Government of India

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