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HRI. L. S. BAMBLE

दि. महाराष्ट्र मंत्रालय अन्तर्गत अलार्ड ऑफिसर  
फो. ऑफ. बैंक लि., मंत्रालय, मुंबई ४०० ०३२  
एल. एस. व्ही. क्रमांक:- ६९४  
क्रमांक:- ८३  
बान्द्रा शाखा. बान्द्रा (पूर्व), C-9, 8th Floor, RBI Premises, Bandra Kurla Complex,  
सर्वधर्म/श्री./श्रीमती Bandra East, Mumbai - 400 051.  
फोन न्यायेनर मुद्रांक रु Tel.: 2657 3150 Fax: 2657 1001  
विकला.

DU 392870

सागर जगन्नाथ माने

### MEMORANDUM OF UNDERSTANDING (MoU)

**Memorandum of Understanding between the Unique Identification Authority of India and National Payments Corporation of India for implementation of Aadhaar enabled Financial Inclusion**

This Memorandum of Understanding ("MoU") has been executed at Mumbai on this 6<sup>th</sup> day of January, 2011 between the **Unique Identification Authority of India** (hereinafter referred to as "UIDAI"), having its office at Jeevan Bharati Building, 3<sup>rd</sup> Floor, Tower II, Connaught Circus, New Delhi 110001 of the ONE PART and **National Payments Corporation of India** (hereinafter referred to as "NPCI") having its registered office at C-9, 8<sup>th</sup> Floor, RBI Premises, Bandra-Kurla Complex, Bandra (East), Mumbai – 400 051 of the OTHER PART.





NPCI and UIDAI shall hereinafter be jointly referred to as the "Parties" and individually as a "Party".

Whereas Government of India has set up Unique Identification Authority of India (hereinafter "UIDAI") with the mandate to issue Unique Identification Numbers (hereinafter "Aadhaar") to all residents of India,

Whereas, National Payments Corporation of India is set up by major banks in India to process interbank retail payments transactions (hereinafter referred to as "NPCI"),

Whereas, in order to enabled financial inclusion of residents banks are opening bank accounts based Aadhaar numbers of residents.

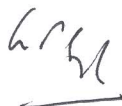
Whereas, in order to aid the implementation of Aadhaar based financial Inclusion, NPCI is entering into this MoU with UIDAI.

NOW IN CONSIDERATION OF THE PREMISES, THE PARTIES HEREBY RECORD THEIR UNDERSTANDING AS FOLLOWS:

This MoU captures the preliminary understanding between UIDAI and NPCI with respect to enabling financial inclusion through Aadhaar enabled bank accounts and financial transactions. This MoU shall come into effect from 06<sup>th</sup> January, 2011 ("**Effective Date**").

#### **SCOPE OF THE MoU:**

1. The UIDAI shall issue Aadhaar numbers to residents of India based on enrolment of residents through Registrars of UIDAI. In addition, the UIDAI shall also provide authentication services to confirm the identity of Aadhaar number holders (hereinafter referred to as "Aadhaar authentication service").
2. Through the Aadhaar enrolment process several banks are opening new bank accounts linked to Aadhaar numbers for residents who chose to have these accounts, or linking existing bank accounts of the resident to their Aadhaar numbers based on consent of the resident (hereinafter referred to as "Aadhaar Enabled Bank Accounts").
3. The NPCI in general offers interbank clearing and settlement services to Banks. Now, NPCI proposed to offer interbank switching, clearing and settlement services for financial transactions of residents from their Aadhaar Enabled Bank Accounts (hereinafter referred to as "Aadhaar based Financial Transactions"). In order to offer





these services, NPCI proposes to avail of Aadhaar authentication service provided by UIDAI as per the policies and terms and conditions prescribed by UIDAI from time to time.

4. This MoU will enable the implementation of systems and policies for Aadhaar based financial transactions. However, both parties may enter into additional documentation from time to time to give effect to the authentication policies of the UIDAI developed from time to time.

5. UIDAI shall :

- a. Issue Aadhaar numbers to residents by enrolling them through the large network of Registrars across the country.
- b. De-duplicate the database of the residents on the basis of the demographic and biometric data and issue Aadhaar numbers to only those whose uniqueness of identity has been established and after ensuring that the person has not enrolled in the UID database before.
- c. Provide authentication services to NPCI and other such agencies based on policies, terms and conditions prescribed by the UIDAI from time to time which shall include but not be limited to the process to be followed for authentication, device specifications, and security specifications.

6. NPCI shall :

- a. Provide interoperable message specification to banks to process financial transactions of residents from their Aadhaar Enabled Bank Accounts (hereinafter referred to as "Aadhaar based Financial Transactions").
- b. Provide interbank switching, clearing and settlement services for Aadhaar based financial transactions for all electronic channels such as MicroATM, Mobile, POS, ATM, IVR and other such mechanisms..
- c. In order to enable Aadhaar based Financial transactions, build a repository for mapping Aadhaar numbers , mobile number, and bank details of residents to produce real-time as well as bulk transactions. Build an Automated Clearing House platform to process Aadhaar based Electronic Benefit Transactions bulk transactions.

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## CONFIDENTIALITY:

- a. During the term of this MoU, each party may disclose to the other Confidential Information (as defined in this clause). "**Confidential Information**" shall mean all information designated "Confidential" or under any similar legend, and any information which any party ought reasonably to know is confidential as disclosed by one party ("**Disclosing Party**") to the other party or any of its employees or agents ("**Receiving Party**"), except such information as is previously known by the Receiving Party or is independently developed by the Receiving Party or is in the public domain without breach of this clause or is publicly disclosed by the Disclosing Party either prior to or subsequent to the Receiving Party's receipt of such information from the Disclosing Party or is required by law to be disclosed.
- b. The Receiving Party shall hold such Confidential Information in confidence and shall not use it except in furtherance of the relationship set forth in this MoU, nor publish, disclose or disseminate it, except as may be authorised by the Disclosing Party in writing. The Receiving Party shall further be responsible for the compliance of the foregoing by its employees or agents. For the avoidance of doubt, a breach of this clause by the employees or agents of the Receiving Party is deemed to be breach by the Receiving Party.
- c. Upon termination or expiration of this MoU and if requested by the Disclosing Party in writing, and without prejudice to the generality of any provision of this MoU, the Receiving Party shall deliver to Disclosing Party all papers or documents containing any Confidential Information, or any evidences which prove that the Confidential Information has been destroyed, if such Confidential Information cannot be delivered.

## EXCLUSIVITY:

Both the parties hereby agree that scope of this MoU is non-exclusive to either of the parties.

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**TERM:**

This MoU shall commence from the Effective Date and shall continue in full force and effect for a period of 60 months unless otherwise earlier terminated in accordance with the provisions of this MoU. The term of this MoU may be extended for a further period by written agreement by both parties. This MOU may be terminated, without cause, by either party by providing a prior thirty (30) days written notice to the other party and such notice has to be served on the addresses mentioned above.

**IN WITNESS WHEREOF**, the undersigned have executed this MoU, in duplicate, as of the date set forth above through their authorised representatives.

**Unique Identification Authority of India**

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A. P. SINGH

*h p j l*  
Ashok Pal Singh  
Dy. Director General

Unique Identification Authority of India (UIDAI)  
Planning Commission, Government of India  
Jeevan Bharti, Connaught Circus,  
New Delhi-110 001

**WITNESSES:**

**National Payments Corporation of India**



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(A.P. Hota)  
Managing Director & CEO

**WITNESSES:**

1. DILIP ASBE, CTO, NPCI.

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2. N. Rajendran, Head, Network & IT

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