



P-Note Surge in Indian Markets

In **November 2023**, there was an increase in [participatory note investments](#), reaching a total of ₹1.31 lakh crore.

- **Participatory Notes (P-Notes)** are financial instruments used by foreign investors who wish to invest in Indian markets **without directly registering with the market regulator, the [Securities and Exchange Board of India \(SEBI\)](#)**.
 - They are issued by **registered [foreign institutional investors \(FIIs\)](#)** or their sub-accounts against underlying Indian securities.
- While P-Notes offer flexibility and ease of investment, they have been a **subject of regulatory scrutiny** due to concerns about their potential use in money laundering, round-tripping, and lack of transparency.

Read more: [Participatory Notes](#)

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