

RMS POLICY

We are using Margin Base Trading System in which Limits are provided according to the Var Margin as defined by the Exchange. Var Margins are keep change depending upon the Volatility of market by exchange time to time.

General:

- Trading in exchange specified inactive shares i.e the shares placed in “T” segment and “Z” segment by BSE and “BE” segment by NSE will be blocked. No jobbing/squaring off trades in such securities will be allowed. The company however reserves its right to permit delivery based trade in such securities in the case of those clients who may request for trade in the same on provision by the clients of 100% margin. We do not deal in Non-dematerialized if any shares are sold only after getting approval from the Clearing & Settlement Dept.
- If the client account has outstanding amount, payout of securities would be done for the value after blocking the securities for the value of 2 times the outstanding amount in normal condition or as per the discretion of the Company depending upon the Securities in Hand.
- Payout of fund will be released only if the client has not taken any excess position on that day.
- If any request for Client Code modification of the trades should reach the RMS before 3.45 PM.
- Any deviation from the available margin will not be allowed in the case of FnO Segment as we have to report the margin collected from clients to the exchange. Any penalty charged by the Exchange for short collection in FnO margin would be debited to the client.
- RMS would have the right to sell the stock in the clients account upto the ageing amount if the same is not cleared upto 2.30 PM on the 4th day. However in cases where the value of the stock is enough to cover 3 times the amount due from the client, positions can be allowed to carry upto 5th day from the date of trading. Similarly RMS would have the right to liquidate the positions in F& O segment where the T+1 margin shortage is not cleared within the cut-off time or when the M2M loss on the open positions would increase to 60% of the NAV (Ledge Bal + Stk) available in the account.
- If the value of the stock held by the client is atleast 2 times the amount due from the client, the dues would be allowed to carry for a maximum of 5 days from the date of transaction. On the sixth day from the date of transaction client would not have any trading exposure other than for delivery selling.
- FnO margin shortage if any is to be cleared by 1PM on T+1 basis.
- Short selling of Options by default would not be available for any client. Option selling would be available on specific request and would be given on a case to case basis. Short selling of Deep-in-the money options would not be allowed.
- Depending upon the market conditions necessary changes would be made in the above policies to safeguard the company.

Last Review Date 05-December-2020