

**Rights & Obligations of Stock Brokers & Clients for Margin Trading Facility (MTF)****As prescribed by PSB Securities Limited.**

1. Risk Management rules with regards to initial margin will be decided by Management from time to time and will be imposed and the same can be higher than the quantum prescribed by regulatory provisions. The client shall pay applicable initial margins or such other margins as are considered necessary by the stock broker or the Exchange or as may be directed by SEBI from time to time as applicable to Margin Trading segment in which the client trades.

2. The initial margin payable by the client to the Stock Broker shall be in the form of cash, cash equivalent or Group I equity shares, with appropriate hair cut as specified in SEBI Master circular no. SEBI/HO/MRD/DP/CIR/P/2016/135 dated December 16, 2016.

3. Eligible Scrips under facility: The Margin Trading facility is applicable to Group I scrips or as specified by SEBI / Stock Exchange(s) from time to time.

4. In order to avail margin trading facility, minimum initial margin required shall be as under:

Category of Stock	Applicable margin
Group I stocks available for trading in the F & O Segment	VaR + 3 times of applicable ELM*
Group I stocks other than F&O stocks	VaR + 5 times of applicable ELM*

\*For aforesaid purpose the applicable VaR and ELM shall be as in the cash segment for a particular stock

5. The above mentioned rates of VAR margin are minimum and the same can be extended on a case to case basis.

6. Limits & Exposure: PSB SECURITIES LIMITED will provide exposure to client based on maximum allowable exposure limit as prescribed by SEBI/Exchange(s) from time to time. However, based on market conditions and the risk perception about the market the stock broker may set the Exposure limits on the basis of available base capital which may comprise of ledger and stocks (after suitable margin hair cut). The limits may be allowed on a multiplier basis to the available capital or actual VAR margin basis or a specified margin depending on the Market conditions. However on exceptional situations PSB SECURITIES LIMITED may use its own discretion in providing the limits and may change for a client depending on market condition. In case overall position in a particular scrip or across all scrips has reached the particular specified limit prescribed by broker, then client may not be allowed to take further position.

7. PSB SECURITIES LIMITED may close the existing / partial position of a client if the margin cover falls below minimum prescribed margin limits as specified by SEBI / Exchange(s) / PSB SECURITIES LIMITED guidelines.

Client Code :

Customer Signature:

8. In case if debit / margin shortfall still exist upon closing the position, collaterals provided by client shall also be liquidated to recover the debits / margin shortfall.

9. In case if the PSB SECURITIES LIMITED has sufficient Margin cover on behalf of its client, it may still decide based on the market conditions and risk perception not to allow further position or may close the existing position of a client.

10. The above liquidation of position / collateral may be carried out by PSB SECURITIES LIMITED at any point of time but not later than 5 working day from the day of margin call. If however for any reason the stocks are not sold within the aforesaid 5 days from the first margin call, the same shall be sold within 5 days from the date of the fresh margin call

11. The Client agrees that he will remain informed by visiting Exchange websites about changes in the eligible stocks / collaterals that can be purchased / furnished for the Margin Trading Facility. The customer further agrees that he will take necessary action to replenish the stocks as collaterals in case of any margin shortfall to avoid any RMS Actions.

12. In addition to what the client has agreed in the agreement, PSB SECURITIES LIMITED may terminate a client with immediate effect, but not limited to the following reasons –

- If the client is debarred by SEBI or any other regulatory authority.
- As a part of surveillance measure, if a client appears to be indulging in manipulative practices.
- Under the circumstances when there is a reasonable ground to believe that the client is unable to clear its dues or has admitted its inability to pay its debt.
- If the client violates any of the terms of the agreement.

13. In case of debit balance outstanding, PSB SECURITIES LIMITED will charge interest on this balance at the rate of upto 2 % Per month.

14. In case client is already availing Margin Trading Facility with other brokers, client needs to inform PSB SECURITIES LIMITED before availing this facility with PSB SECURITIES LIMITED.

15. Collateral/Securities provided by client towards Margin should be totally unencumbered.

16. Any disputes arising between the client and PSB SECURITIES LIMITED in connection with the margin trading facility shall have the same treatment as normal trades and will be covered under the investor grievance redressal mechanism, arbitration mechanism of the stock exchange

17 This aforesaid mentioned Right & Obligations of the company are in compliance with the Right & Obligations of NSE & BSE

Client Code :

Customer Signature: