

## RMS POLICY

### Objective:

The objective of the margin policy is to have an internal control on the margin requirements in the cash segment for new clients as well as the existing ones.

### Department In charge:

The Risk Management Department

### Procedures:

The following are the guidelines framed for different categories of clients for payment of margins for the trading activity undertaken on their behalf:

### New clients:

- All clients are required to pay 20% of the gross turnover in their account on a particular trading day as upfront margin.
- For the clients availing the Internet Based Trading Facility the limits would be set in the Admin machine by the risk management department. A specific procedure is followed for calculating the limits of various clients depending upon the deposits and collaterals given by the client. If the limit is exhausted the client would call the risk management department. The risk management department in consultation with the senior management would then re set the limits for the particular client.
- For other clients the shortfall in the margin at the end of the day has to be compensated by the client by transferring the funds by next day morning before the commencement of the market.
- The trading activities in the newly opened accounts would be monitored by the Risk Management Department for a period of 6 months from the commencement of operations in the account. Depending on the operations in the account the risk management department in consultation with the senior management may increase or decrease the limit of a particular client.

### Existing Clients:



[hpmgshares.com](http://hpmgshares.com)

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HPMG Shares and Securities Pvt. Ltd.  
B-201/202 Rajkamal , S V Road, Next to Shreeji  
Arcade, Kandivali West, Mumbai - 400 067.  
Tel : (B)+91 22 62317600, (F)+91 22 62317689  
Email : [info@hpmgshares.com](mailto:info@hpmgshares.com)

CIN NO.:U67190MH2007PTC176790  
SEBI Regd.No.: DP CDSL :IN -DP-163-2015  
NSE/BSE/MSEIL: INZ000187530  
Merchant Banker Category I : INM000012607

- All clients are required to pay 20% of the gross turnover in their account on a particular trading day as upfront margin.
- In case of unsatisfactory operations in the existing clients account or due to any other reason the management may deem fit, the management may at its discretion decrease the limit of a particular client depending on the deposits, collaterals available.
- In case of client having POA demat account with Stock Broker's DP, Stock Broker in his absolute discretion shall transfer the securities to such POA demat account despite non-payment/ partial payment by client. The client has to meet-up with his pay-in / dues / funds obligation in prescribed time limit as per prevalent RMS policy of Stock Broker. In all other cases of non-payment or partial payment, Stock Broker in its absolute discretion shall decide on case to case basis whether to retain full value of securities (in case of non-payment/ partial payment) or to transfer such unpaid client securities to client's demat account despite the client having debit balance or moving to Client Unpaid Securities Account (CUSA) or dispose-off the securities (in case of non-payment) within 5 trading days from the date of pay-out. Stock Broker may sale securities lying in client's demat account based on client's specific instruction and can consider the same towards such unpaid securities provided clear funds are received within such 5 trading days. Stock Broker shall, on a demand made by client, release the securities to the client to the extent of the amount received or lying to the credit of the client.
- Stock Broker may take such decision w.r.t. transfer of securities from Pool to Clients' own demat Account / CUSA on case to case basis. In case where Securities are transferred to CUSA then Stock Broker shall be at liberty to sell such client's securities as per prevalent market rate of such securities from time to time to the extent of unpaid amount. Stock Broker shall not be held responsible if it is unable to sell the unpaid securities within 5 days from pay-out date due to reasons such as inactive/suspended shares/securities, lower circuit, litigations, regulatory enforcement / court directions, other trading restrictions like GSM or any other reason specified from time to time.

**Applicability:**

The risk management department in consultation with the Senior Management of HPMG Shares & Securities Pvt. Ltd. would follow this policy statement.

For **HPMG Shares & Securities Pvt. Ltd.**

**DIRECTOR.**