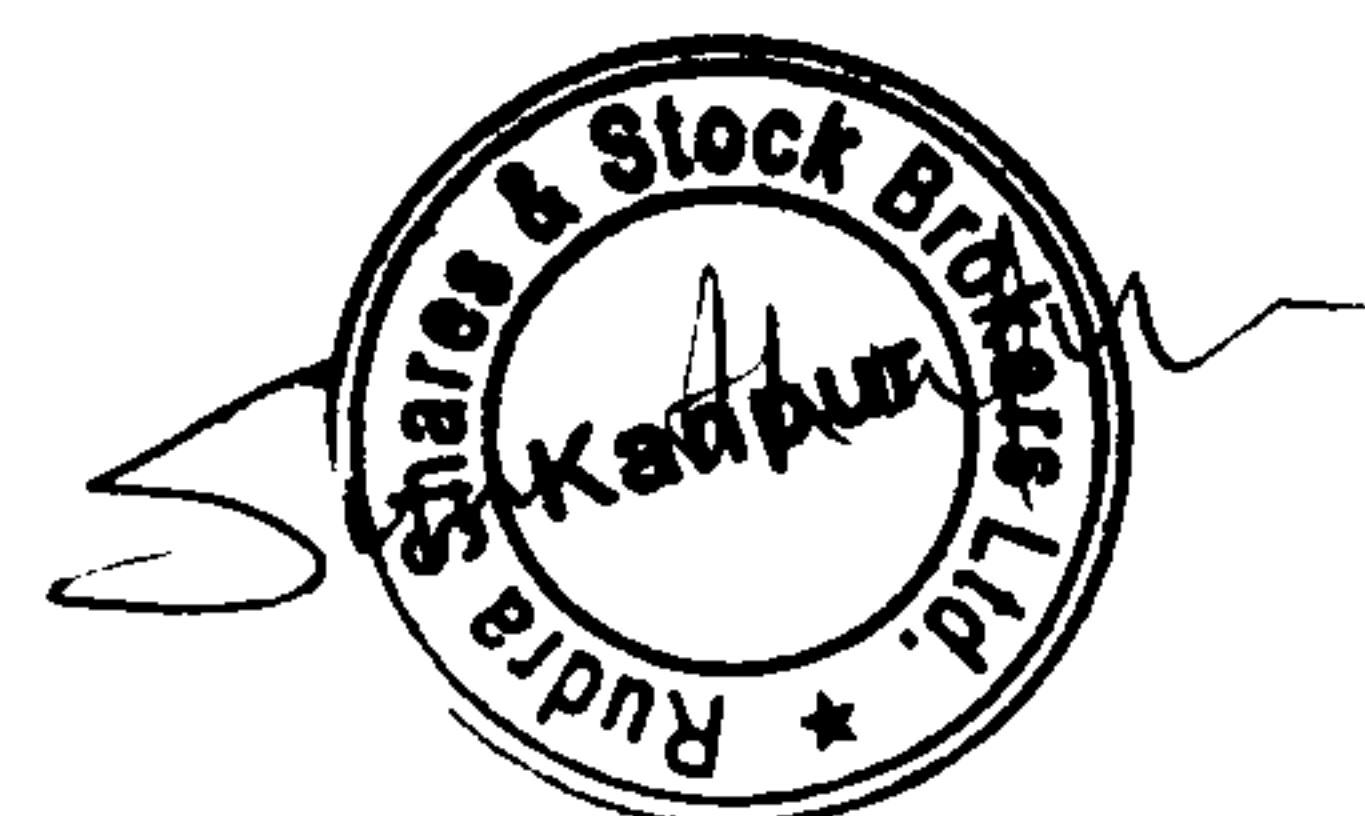




RUDRA SHARES & STOCK BROKERS LIMITED
Policy of Risk Management

1. If Normal/Risky/New client ledger balance is NIL or in debit, his trading account will remain locked for buying very next day. However HNI clients would be provided limit 60% of Pool Holding value & 35% of Demat Holding value on previous rate before haircut.
2. Intraday limits will be available 10 times of previous day's ledger balance (This may vary subject to market condition and advance information will be given before opening of market hours)
3. Delivery limit will be available 3 times only (This may vary subject to market condition and advance information will be given before opening of market hours)
4. All position of intraday will get squared up to 3.15 pm by system itself
5. Conversion to delivery trades from intraday trades allowed up to 3.10 pm
6. Cheques received & punched up to 6.30 PM on previous day would be considered in ledger balance for providing limits.
7. Cheques punched on same day (during trading hours) will be incorporated automatically to enhance trading limits and this will be done thrice a day like at 10 AM, 12.30 PM and 2 PM. Branches need not to bother and call RMS department to increase limits.
8. Every branch has to ensure that cheques are deposited in bank very next day of receiving, if received after banking hours and if cheque is received within banking hours it should be deposited in bank on same day.
9. Company would reverse cheque in trading account if it is not cleared within 3 days of deposit day.
10. All clients will get auto sell limit against share lying in beneficiary account as well as in Demat account (The Demat account should be in RUDRA). Client may sell any of these shares to auto open his trading limits. As soon as client sells shares, system after clearing debit balance will provide buying/sell limits automatically to client. For example if selling shares value is Rs. 20000/- and debit balance is Rs. 10000/- then client get auto credit balance of Rs. 10000/-, and he will get 10 times limit on available credit balance automatically (this limit times may be changed by the Company from time to time, advance information will be given in case of any change).
11. Please note that pending sauda positions are also counted in available limits on ODIN. So please remove any pending position to get your limits free for further trading
12. In market hours due to losses if client's Mark to Mark position reaches 85% and client does not make any payment to increase his available balance in market hours, company will have full right to square up his position as soon as he reaches 85%. So every branch is requested to take care of client mark to mark position on real time basis. Client should remain cautious about his mark to mark losses himself so that company is not forced to take any tough decision.



13. T+3 will be mandatory to clear debit balance in ledger through cheque or by selling stock. Otherwise company will clear the debit balance in ledger by selling of available stock.
14. BTST facility is available and it is which are highly liquid.
15. No BTST is allowed in Trade to trade stock.
16. While selling collateral stock from F&O/commodities/currency please intimate on E-mail ID rms@rudrashares.com for release of stock then sell after of such request is sent and confirmation is received from HO that shares will be released
17. The limits are set on total value of F&O /Commodities/Currency collateral after haircut plus clear ledger balance of F&O segment/Commodities segment (MCX & NCDEX)/Currency segment. This total value will work as available margin for span margin monitoring. However mark to mark will be monitored on clear ledger balance only.
18. Limits in FO/Commodities/Currency segments are provided against cleared cheques only.
19. Mark to Mark (MTM) loss is settled on day to day basis and if ledger balance is in debit no fresh position will be allowed next day and only squaring up would be allowed.
20. In market hours due to losses if client's Mark to Mark position reaches 85% and client does not make any payment to increase his available ledger balance in market hours, company will have full right to square up his position as soon as he reaches 85%.
21. We are collecting Initial/Span Margin along with exposure Margin as per exchange rules. Limits are available strictly on real time Span margin applicable by exchange. Exposure margin are applicable on the end of the day position.
22. While leaving position at the end of day please ensure that adequate margin is available in your trading account otherwise hand over cheque to your branch on the same day.
23. Company has to upload margin collection file to NSE every day, in case of any shortage the exchange penalizes us by up to 20% of shortage margin amount and that may be debited to concerned client account.
24. While trading in Call & Put option of NSE F&O segment and in case of purchase of options premium amount is paid in advance.
25. If margin is short in any client account, the RMS department will inform accordingly either by E-mail or Phone. After information if client fail to deposit the amount short in margin, the outstanding position will be squared-off next day or same day as per market condition without any further notice
26. Always take care of market wide limit position in case client holds position in derivatives. If exchange bans fresh position in any derivative instrument and client make fresh position in that he will be debited the exchange penalty for his action as per exchange rules.
27. Collateral Value of shares will not be considered against debit ledger balance. If ledger is in debit then client will have to clear by payment otherwise company will have full right to square up the position.
28. Normally in hedging position fewer margins is charged by exchange but if client breaks his hedging, extra limits would be provided against payment only. If client do not have extra exposure limits he should square up his full hedging position.
29. Client may avail cross margin facility for adjustment of margin between Cash & F&O segment in case of same scrips. Mail already sent regarding conditions for cross margin facility few days back. for any further clarification send email on rms@rudrashares.com

