

EYNOTE CAPITALS LTD

RMS & Exposure Policy

MARGIN

Cash: Cash Margin is equivalent to Net ledger balance.

(Cash margin will include unrealized sales proceeds only wherein stock are lying with us or in clients POA a/c.)

Collaterals: Collaterals on stocks for Exposure shall be considered as below:

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Only Approved and liquid Securities shall be considered for Collateral benefits as per respective baskets.

Haircut: Basket 1 20%
Basket 2 30%
Basket 3 100%
Basket 4 100%

BASKETS

Basket 1 – BSE A group securities and respective NSE securities (only Approved NSE Securities)

Basket 2 – BSE B & S group securities and respective NSE securities (only Approved NSE Securities)

Basket 3 – BSE B & S group securities and respective NSE securities (all unapproved NSE Securities subject to that they are not in illiquid security list of respective exchange.)

Basket 4 – BSE B & S group securities and respective NSE securities (all unapproved NSE Securities and illiquid security as given by respective exchange.)

Default Others – BSE T & Z group securities and respective NSE securities

Any new listing of scrip's shall be mapped to Basket 3 by default, unless otherwise the exchange assigns the new listing scrip in Group A.

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Baskets shall be revised at regular intervals at the sole discretion of the Risk Department.

PRODUCTS

Following options will be available at source/order level.

Delivery: Will be allowed in all baskets.

Super Delivery Only allowed in Cash Segment and in Basket 1&2 scrip's

Position can be hold by client upto 5 working days. (As per Aging Analysis)

Deferred payment charges @ 18%p.a. shall be levied from Pay-in Day till Pay-out date.

Deferred payment charges shall be levied as per calendar days.

Exposure shall be based on the basket to which the scrip is assigned

On last day of Super Delivery, all outstanding positions would be squared off @ 1.00 p.m.

On 60% Margin erosion (M2M), alert will be given.

On 80% Margin erosion (M2M), Client will be put in square-off mode and client shall not be able to take any further new position.

On 90% Margin erosion (M2M), M2M square off will be executed.

Benefit of M2M profit will not be given.

Intraday Will be allowed in Basket 1, 2 & 3 only.

Exposure shall be based on the basket to which the scrip is assigned

All intraday position will be squared off as per M2M square off policy as given below.

All outstanding intraday position shall be squared off daily at 3.10pm at Market rate.

All Delivery sells needs to be routed under 'Delivery' option only.

All F&O orders need to be routed under 'Intraday' option.

EXPOSURE

Derivatives

Futures: Exposure shall be based on Initial / Span Margin as defined by the exchanges.

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Options: In case of option buying 100% call premium amount shall be deducted from the available margin along with default brokerage amount.

In case of option writing, span margin on strike price shall be blocked from the available margin. Credit shall be given to the tune of Premium received.

M2M shall be calculated on Strike Price V/s Future Price.

Cash Exposure will be given as per following:

Basket 1 : Delivery 1 Time
Super Delivery 5 Times
Intra Day 10 Times

Basket 2 : Delivery 1 Time
Super Delivery 4 Times
Intra Day 8 Times

Basket 3 : Delivery 1 Time
Intra Day 4 Times

Basket 4 : Delivery 1 Time

Credit for Sale (CFS): Intraday CFS shall be given to the tune of 95% of the Sales Proceed after adjusting debit balance and M2M/Booked losses, if any.

No Adhoc margin shall be provided.

For exposure against un-cleared cheques, prior approval is required from respective authorities as follows:

Up to Rs.5 Lacs	–	Risk Head
Above Rs.5 Lacs and Up to Rs.20 Lacs	–	Retail Head
Above Rs.20 Lacs	–	Chief Operating Officer

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SQUARE OFF

Intra Day: All outstanding intraday position shall be squared off daily at 3.10pm at Market rate.
(Market Rate = Rate of 1st trade in executed square off trade + 20% of Rate of 1st trade in executed square off trade)

All pending intraday order in Cash Segment shall be cancelled prior to Intraday Square off execution.

For all orders not executed after running the 1st intraday square off @ 3.10pm for whatsoever reason further 2nd intraday square off shall be executed @ 3.20pm a market rate as defined above.

M2M: Warning Levels:

- 70% Alert for Margin erosion (M2M)
- 80% Alert for Margin erosion (M2M) Informing client about Client in Square-off mode only.
- 90% Alert for Squaring Off details

Action Levels:

- 80% On 80% Margin erosion (M2M), Client will be put in square-off mode and client shall not be able to take any further new position.
- 90% On 90% Margin erosion (M2M), M2M square off will be executed from HO-RMS department at Market rate as defined above.

CLIENT ADMINISTRATION

Any changes, locking, unlocking, swapping in Client, Client Profile, and Segment shall be done by Sr. Executive –Risk under specific approval from Risk Head.

PASSWORD POLICY

Password will be automatically mailed in non-tamperable form directly to the client/dealer through the System.

In case request for change of password, Password will be automatically mailed in non-tamperable form directly to the client/dealer through the System after verifying necessary requisites.

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In case of Client Lock, It will be unlocked by Risk Head through surveillance terminal with specific request from client/dealer.

Client/dealer will have to change the password mandatorily after first login.

We are glad to inform you that the most awaited product with super leverage '**SUPERFOINTRA**' has been introduced on Wednesday 23rd March 2011.

The referred product shall be available to all the existing clients who are activated in FO segment. To begin with we have included 3 months' contracts of NIFTY futures in the referred product.

All clients will be able to trade for 3 lots of NIFTY with margin of 1 Lot. *(e.g. if initial/span margin for 1 lot of nifty is 21000.00, then with Rs.7000.00's margin client will be able to trade for 1 lot of nifty)*

All CTCL users and IBT users will get option of SUPERFOINTRA at order entry level.

All open position shall be squared off between 3.05p.m. to 3.30p.m. (as per intraday square off in cash segment). In no circumstances open position in SUPERFOINTRA shall be carried forward. Product Conversion facility is not available in this product.

Please note that in case if client wishes to carry forward their respective position, execute such order through INTRADAY option only.

This product is available only for Nifty Futures extended to 3 months.

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