

## Activation of SEBI Margin Trading Facility NSE-(SMTF)

Date: \_\_\_\_\_

I/We am/are registered client with you and dealing having client code as mentioned below. I/We am/are interested and wish to avail Margin Trading Facility offered by Relitrade Stock Broking Pvt Ltd (RSBPL).

Client Code: \_\_\_\_\_

Client Name: \_\_\_\_\_

Client Signature: \_\_\_\_\_

**RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

## RELITRADE STOCK BROKING PRIVATE LIMITED

### RIGHTS AND OBLIGATIONS OF STOCK BROKER AND CLIENT FOR MARGIN TRADING FACILITY (MTF)

Relitrade Stock Broking Pvt Ltd (RSBPL) is eligible to provide Margin Trading Facility in accordance with SEBI and Exchange Guidelines as specified from time to time. RSBPL is desirous of extending MTF to its clients and has obtained prior permission of BSE and NSE for providing MTF to the clients. The MTF shall be provided to the client on terms and conditions as agreed by the client and RSBPL.

---

#### **PART A - AS PRESCRIBED BY EXCHANGES:**

##### **Client Rights:**

1. Client shall receive all communications in a mode mutually agreed between the broker Relitrade Stock Broking Pvt Ltd (hereinafter referred to as 'broker' or 'stock broker' or 'RSBPL') and the client regarding confirmation of orders/trades, margin calls, and decision to liquidate the position/security.
2. Client shall be free to take delivery of the securities at any time by repaying the amounts that were paid by the Stock Broker to the exchange towards securities after paying all dues.
3. Client has a right to change the securities collateral offered for Margin Trading Facility at any time, so long as the securities so offered are approved for margin trading facility.
4. Client may close/terminate the Margin Trading Account at any time after paying the dues.

##### **Client Obligations:**

1. Client shall, in writing in his own hand or in any irrefutable electronic method, agree to avail of Margin Trading Facility in accordance with the terms and conditions of Margin Trading Facility offered by the broker, method of communication for confirmation of orders/trades, margin calls, and calls for liquidation of collateral/security/position.
2. Client shall inform the broker of its intent to shift the identified transaction under Margin Trading Facility within the timelines specified by the broker, failing which the transaction will be treated under the normal trading facility.

#### **RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

3. Client shall place the margin amounts as the broker may specify to the client from time to time.
4. On receipt of 'margin call', the client shall make good such deficiency in the amount of margin placed with the broker within such time as the broker may specify.
5. By agreeing to avail Margin Trading Facility with RSBPL, client is deemed to have authorized RSBPL to retain and/or pledge the securities provided as collateral or purchased under the Margin Trading Facility till the amount due in respect of the said transaction, including the dues to RSBPL, is paid in full by the client.
6. Client shall lodge protest or disagreement with any transaction done under the margin trading facility within the timelines as may be agreed between the client and RSBPL.

### **Stock Broker Rights:**

1. Stock Broker and client may agree between themselves on the terms and conditions, including commercial terms, if any, before the commencement of the MTF.
2. Stock broker may set up its own risk management policy that will be applicable to the transactions done under the Margin Trading Facility. Stock broker may make amendments thereto at any time but give effect to such policy after the amendments are duly communicated to the clients registered under the Margin Trading Facility.
3. The broker has a right to retain and/or pledge the securities provided as collateral or the securities bought by the client under the Margin Trading Facility.
4. The broker may liquidate the securities if the client fails to meet the margin call made by the broker as mutually agreed on liquidation terms but not exceeding 5 working days from the day of margin call.
5. The broker will not give the fundings in those scrips where the Total Margin (VAR + ELM + Additional) or (VAR + 3 Times ELM (FO) / VAR + 5 Times ELM (Non-FO)) is above 70%.
6. In case the scrips are in FO segment, then margin calculation will be: **Var + 3 Times ELM** or **Var + ELM + Additional Margin**, whichever is higher.
7. If scrips are not in the FO segment, then margin calculation will be: **Var + 5 Times ELM** or **Var + ELM + Additional Margin**, whichever is higher.

### **Stock Broker Obligations:**

1. Stock Broker shall agree with the client the terms and conditions before extending Margin Trading Facility to such a client. However, for clients who already have an existing trading relationship and want to avail of Margin Trading Facility, stock broker may take consent in writing signed by the client in his own hand or in any

#### **RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

- irrefutable electronic method after the stock broker has communicated the terms and conditions of Margin Trading Facility to such existing clients.
2. The terms and conditions of Margin Trading Facility shall be identified separately, in a distinct section if given as a part of account opening agreement.
  3. The mode of communication of order confirmation, margin calls, or liquidation of position/security shall be as agreed between the broker and the client. Stock broker shall prescribe and communicate its margin policies on haircuts/VAR margins subject to minimum requirements specified by SEBI and exchanges from time to time.
  4. The Stock Broker shall monitor and review on a continuous basis the client's positions with regard to MTF. It is desirable that an appropriate alert mechanism is set up through which clients are alerted on possible breach of margin requirements.
  5. Any transaction to be considered for exposure to MTF shall be determined as per the policy of the broker, provided that such determination shall happen not later than T + 1 day.
  6. If the transaction is entered under a margin trading account, there will not be any further confirmation that it is a margin trading transaction other than the contract note.
  7. In case the determination happens after the issuance of the contract, the broker shall issue appropriate records to communicate to the client the change in the status of the transaction from Normal to Margin Trading and should include information like the original contract number and the margin statement and the changed data.
  8. The Stock Broker shall make a 'margin call' requiring the client to place such margin; any such call shall clearly indicate the additional/deficient margin to be made good.
  9. Time period for liquidation of position/security shall be in accordance with the declared policy of the broker as applicable to all MTF clients consistently. However, the same should not be later than 5 working (trading) days from the day of 'margin call'. If securities are liquidated, the contract note issued for such margin call-related transactions shall carry an identifier that the transaction has arisen out of a margin call.
  10. The daily margin statements sent by the broker to the client shall identify the margin/collateral for Margin Trading separately.
  11. Margin Trading Accounts where there were no transactions for 90 days shall be settled immediately.
  12. The stocks deposited as collateral with the stock broker for availing margin trading facility (Collaterals) and the stocks purchased under the margin trading facility (Funded stocks) shall be identifiable separately and there shall not be any comingling for the purpose of computing funding amount.

**RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

13. Stock Broker shall close/terminate the account of the client forthwith upon receipt of such request from the client, subject to the condition that the client has paid dues under Margin Trading Facility.

**Termination of Relationship:**

1. The Margin trading arrangement between the client and RSBPL shall be terminated if the Stock Exchange for any reason withdraws the margin trading facility provided to RSBPL or RSBPL surrenders the facility or the stock broker ceases to be a member of the stock exchange.
2. The MTF facility may be withdrawn by RSBPL, in the event of the client committing any breach of any terms or conditions therein or at any time after due intimation to the client allowing such time to liquidate the MTF position as per the agreed liquidation terms without assigning any reason. Similarly, the client may opt to terminate the margin trading facility in the event of the broker committing any breach of any terms or conditions therein or for any other reason.
3. In the event of termination of this arrangement, the client shall forthwith settle the dues of the Stock Broker. The Stock Broker shall be entitled to immediately adjust the Margin Amount against the dues of the client, and the client hereby authorizes the Stock Broker to make such adjustment.
4. After such adjustment, if any further amount is due from the client to the Stock Broker, the client shall settle the same forthwith. Upon full settlement of all the dues of the client to the Stock Broker, the Stock Broker shall release the balance amount to the client.
5. If the client opts to terminate the margin trading facility, the broker shall forthwith return to the client all the collaterals provided and funded securities retained on payment of all the dues by clients.

**RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

**PART B – AS PRESCRIBED BY SEBI:**

1. Stock Broker/Trading Member is eligible to provide Margin Trading Facility (MTF) in accordance with SEBI & Exchange Guidelines as specified from time to time.
2. Stock Broker/Trading Member desirous of extending MTF to their clients is required to obtain prior permission from exchanges. Stock Broker/Trading Member may note that exchanges have the right to withdraw the permission at any time.
3. Stock Broker/Trading Member shall take reasonable care to ensure that the client understands the terms and conditions of the MTF and that all risks involved are clearly communicated.
4. Stock Broker/Trading Member shall provide a separate agreement for Margin Trading Facility to the client.

**RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

**PART C - TERMS AND CONDITIONS PRESCRIBED BY RELITRADE STOCK BROKING PVT LTD FOR MARGIN TRADING FACILITY (MTF)**

**1. Consent and Acknowledgment:**

The client agrees to avail of the Margin Trading Facility (MTF) by providing explicit consent in writing or through any irrefutable electronic method. The client acknowledges understanding the rights and obligations associated with MTF and agrees to abide by the terms and conditions set forth by Relitrade Stock Broking Pvt Ltd (hereinafter referred to as "RSBPL"), which may be revised periodically.

**2. Shifting Transactions to MTF:**

To utilize MTF, the client must inform RSBPL of their intent to shift a specific transaction under MTF via email. Failure to do so will result in the transaction being treated under the normal trading facility.

**3. Initial Margin Requirements:**

The client shall provide an initial margin to RSBPL in the form of cash, cash equivalents, or Group I equity shares, subject to appropriate haircuts as specified by SEBI Master circular no. SEBI/HO/MRD/DP/CIR/P/2016/135 dated December 16, 2016. RSBPL reserves the right to adjust the margin requirements from time to time, which may exceed the regulatory minimums. The client shall pay applicable initial margins or such other margins as are considered necessary by the stock broker or as may be directed by SEBI / Exchange(s) from time to time as applicable to Margin Trading segment in which the client trades.

**4. Eligible Securities:**

MTF is applicable to Group I securities or those specified by SEBI and the stock exchanges. RSBPL retains discretion to permit MTF on specific securities and may revise the list of eligible securities as deemed necessary.

**5. Margin Calculation and Exposure Limits:**

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*

**RELITRADE STOCK BROKING PRIVATE LIMITED**

Registered Office: 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

Corporate Office: "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

Tel. No.: 079 68199999 E-mail: [wecare@relitrade.in](mailto:wecare@relitrade.in) Web: [www.relitrade.in](http://www.relitrade.in) CIN: U67120GJ2012PTC116832

Member: NSE, BSE, MCX, CDSL & AMFI



\*For aforesaid purpose the applicable VaR and ELM shall be as in the cash segment for a particular stock. RSBPL may demand additional margin for any particular scrip or from a particular client as per its own discretion.

**6. Leverage and Exposure**

RSBPL shall provide exposure to clients based on limits prescribed by SEBI and the stock exchanges from time to time. However, exposure limits may be adjusted by RSBPL based on market conditions and risk perceptions, considering available collaterals, which may include ledger balances and stocks after suitable margin haircuts. In case overall position in particular scrip or across all scrips has reached the particular limit, then client may not be allowed to take further position. Collateral provided by client towards Margin shall be free from any lien and be totally unencumbered.

#### **6. Margin Adjustments and Communication:**

The Margin requirements may change due to but not limited to, the following factors such as market volatility and risk management policies of RSBPL.

RSBPL will communicate / advise the parameters for the calculation of the margin / collateral requirements as rate(s) / percentage(s) of the haircut and/or as VAR / ELM requirement, through any one or more means or methods such as by messaging on the computer screen of the client's computer; by informing the client through employees / agents of RSBPL; by publishing / displaying it on the website of RSBPL/ making it available as a download from the website of RSBPL; or any other suitable or applicable mode or manner. The client shall monitor his / her / its position (including valuation of collaterals) on his / her / its own and provide the required / deficit margin / collateral as required from time to time whether or not any margin call or such other separate communication to that effect is sent by RSBPL to the client and /or whether or not such communication is received by the client to avoid any liquidation.

#### **7. Liquidation of Positions:**

RSBPL reserves the right to sell or liquidate the client's existing positions if the available margin falls below the minimum prescribed margin as specified by SEBI / Exchange(s) / RSBPL. Securities may be liquidated if the client fails to meet a margin call within five days. In case of any shortfall in the margin or debit remains even after liquidating the open position or the collaterals provided by client shall also be liquidated to recover the debits / margin shortfall or sell shares lying in demat account of client to recover outstanding dues.

#### **RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI



#### **8. Broker's Discretion:**

The client agrees that RSBPL shall not be responsible for variation, reduction or imposition or the client's inability to create any position through RSL's trading system on account of any such variation, reduction or imposition of limits. The client further agrees that RSBPL may at any time, at its sole discretion and without prior notice prohibit or restrict the client's ability to create positions in securities under MTF, or it may liquidate the position/sell shares or subject any position by the client to a review before its creation and may refuse to create position due to the reason of lack of margin/ collateral, market perception and any other such reasons which RSBPL may deem appropriate in the circumstances. The client agrees that the financial charges and losses, if any on account of such refusal, liquidation or due to delay caused by such review under MTF or otherwise, shall be borne exclusively by the client alone.

#### **9. Pledge and Lien:**

In addition to powers granted by way of Power of attorney executed at the time of account opening, the client hereby authorises RSBPL to transfer or pledge the stock held in the demat account with RSBPL. RSBPL has a right to lien and / or pledge the Securities / collaterals and its corporate benefits, if any, lying in demat account of client, or the securities bought by the client under the Margin Trading Facility and shall continue to hold / pledge till the amount due in respect of the said transaction including the dues to RSBPL is paid in full by the Client.

#### **10. Termination of MTF:**

Relitrade reserves the right to terminate or close the MTF facility at any time by providing five days' notice to the client, without assigning any reasons, or in compliance with regulatory or legal requirements.

#### **11. Interest Charges:**

The client agrees to pay interest on the debit arising from the exposure availed under MTF at an annual rate ranging from 18% to 22% (plus taxes, if any applicable), compounded monthly. The applicable rate will be communicated to the client and may be subject to change with mutual agreement. GST will be levied on interest for Margin Trading Facility.

#### **RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI

## 12. Communication of Margin Information:

Clients will receive communications regarding margin requirements, margin calls, exposure limits, trade confirmations, and other MTF-related information through electronic means, including email, SMS, website notifications, or telephone calls, as deemed appropriate by RSBPL.

## 13. Dispute Resolution:

Any disputes arising between the client and RSBPL concerning MTF shall be reported to RSBPL within 24 hours of execution of the transaction under dispute or receipt of the contract note for the disputed transactions. Such disputes will be addressed under the investor grievance redressal mechanism and arbitration procedures of the stock exchanges.

## 14. Handling of Ineligible Securities:

If a security moves out of the Group I list and is used as collateral or is a funded security, the client must replace it with an eligible security or liquidate the position within 15 days. Failure to do so will result in Relitrade initiating liquidation procedures as outlined in these terms.

## 15. Settlement of Inactive Accounts:

Relitrade will settle the accounts of clients who have been inactive for 90 days or more by liquidating all open positions and closing the account.

I/We have read and understood all terms & conditions, policy & procedures, rights & obligations prescribed by RSBPL and concerned authority in regards to margin trading facility. So, you are requested to activate Margin Trading Facility in my/our above client code. My/our mobile number is \_\_\_\_\_ and My/our E mail ID is \_\_\_\_\_.

I hereby consent to receive information / confirmation through SMS /Email on the above registered number / email address

Name of Client: \_\_\_\_\_

Client Signature: \_\_\_\_\_

### **RELITRADE STOCK BROKING PRIVATE LIMITED**

**Registered Office:** 206 & 207, Dalal Street Commercial Co-Op. Soc. Ltd., Block 53, Road 5E, Gift City, Gandhinagar, Gujarat - 382050

**Corporate Office:** "Relitrade House", 2<sup>nd</sup> Floor, O Block, Mondeal Retail Park, S. G. Highway, Ahmedabad, Gujarat - 380059

**Tel. No.:** 079 68199999 **E-mail:** [wecare@relitrade.in](mailto:wecare@relitrade.in) **Web:** [www.relitrade.in](http://www.relitrade.in) **CIN:** U67120GJ2012PTC116832

**Member:** NSE, BSE, MCX, CDSL & AMFI