

ACML CAPITAL MARKETS LIMITED

Ref: ACML / 2020
Date: 29th July 2020

Dear client

Ref: SEBI Circular SEBI/HO/MIRSD/DOP/CIR/P/2020/28dated February 25, 2020
Sub: Fulfillment of margin requirement by the client.

SEBI vide Circular SEBI/HO/MIRSD/DOP/CIR/P/2020/28dated February 25, 2020 mandated margin obligation to be given by way of Pledge/Repledge in the Depository system. Accordingly the Exchange/s have also issued revised guidelines / clarification on margin collection from the clients.

As per SEBI / Exchange requirements on fulfillment of margin obligation (upfront margins and other margins) by the clients in all segments (Cash, Equity and Currency Derivative etc) and in which client is trading, we would like to inform you to refer to the aforesaid SEBI and Exchange circular and comply with margin obligation requirement at the time of placing order or executing trade on the Exchange platform available, failing which penalty if any imposed by the Exchange shall be levied from you.

Please note that you are required to comply with the requirement of margin i.e. to make the payment of margin on upfront basis (i.e. before executing or placing the order for trade)..

You may note that margin is acceptable in the various forms as per Exchange guidelines either in the form of Cash or Non-Cash . With effect from August 01, 2020, Collateral from clients is acceptable in the form of securities only by way of 'margin pledge' created in the Depository System as per aforesaid SEBI circular. Clients are also requested to refer to requirements of early payin of securities / funds which are to be done on the date of execution of the transaction as per Exchange requirements. ACML shall also pass on the actual charges for margin pledge/unpledged / invocation for each respective client as may be informed to you in writing from time to time.

Please note that only such securities either Exchange approved securities or liquid securities as may be accepted by the Exchange shall be considered for reporting margins to the Exchange and procedure for valuation of securities will be applicable as per Exchange / Clearing Corporation requirement.

In case of Cheques deposited by and received from the clients towards margins and recorded in the books of the stockbroker (ACML) on T day (Trade day) can be considered provided the same is cleared within stipulated time as applicable to each segment. Margin available with related entities of the client shall not be considered as margin of the respective client. .

In case of failure by the client (Cheque not cleared or margin requirement not fulfilled by client), any penalty levied by the Clearing Corporation for non payment or short payment of margin by the client (including upfront margins and all other margins / MTM losses), such penalty shall be passed on to the client.

Clients are advised to keep updated their email ID with the stock broker (ACML) so that daily margin statements which are regularly sent by stock broker (ACML) can always be checked and verified by client for necessary margin compliance requirements.

If you are a NRI Client, upfront margin and other margin requirements for buy and sell transactions shall be as per Exchange guidelines / clarification.

For Intra-day transactions i.e. buy & sell in the same scrip, margin requirements shall also be applicable as per Exchange clarification.

Any free securities pledged in one segment can be considered for another segment for the purpose of margin collection and reporting.

Clients are advised to refer to the amended version of Power of Attorney placed on the ACML website along with the Addendum to the existing POA as amended as per Exchange guidelines.

Clients are therefore advised to take note of the above and further note that the aforesaid summarised requirements are subject to change from time to time by the regulators / stockbroker wherever necessary and applicable.

For ACML CAPITAL MARKETS LIMITED
(for, ASE Capital Markets Limited)

Sd/-
Authorised Signatory