

MOHANLAL HEMCHAND PVT LTD

Margin collection and reporting:

Following practice is generally observed in respect of collection of mandated margins from clients in respect of CASH segment.

1. It is the policy of the company to collect mandated initial margin from clients in respect of CASH segment before allowing any exposure to any of clients.
2. Most of the time, this margin is collected by way of cheque but if any client is desirous of depositing approved securities, then the same is transferred from his BO account to Company's Margin Pledge Repledge Account as per exchange rules.
3. On receiving cheque or securities from the client towards margin in respective designated accounts, same will be forwarded and repledged to Clearing Corporation as per exchange rules.
4. Exposure will be allowed once collaterals in the form of cheque or securities after haircut reflects in CC portal.
5. Collaterals in form of cheque will be adjusted against payin obligation of respective client if required.
6. Collaterals in the form of Securities will be pledge / Repledged as per monthly approved list of securities provided by CC.
7. Daily Margin report provided by CC will reflect margin liabilities of Clients. Collaterals pledged by clients will reflect in response file uploaded by broker. Penalty towards short margin will be levied to clients If the margin collateral is less than margin liability on daily basis as per CC report.
8. Shortfall in margin will be avoided by demanding more margin collaterals from such clients.
9. Daily margin stmt will be emailed to client on T+1 day to client showing margin liability, Margin collaterals and excess or shortfall of margin on daily basis.