

UNITED SHARE BROKERS LIMITED

RMS Policy

(1) RMS (Risk management System) Works on the following concepts:

1.1) CASH: The Clear Balance available in the Clients ledger account in our books.

1.2) MARGIN: The underlying stake provided by the customer in the form of cash, FDR and/or stock to mitigate market (price) or settlement (auction) risk.

1.3) EXPOSURE: The aggregate of the Clients obligation arising out of buy+ sell trades awaiting settlement in the cash segment and profit/loss amounts that are yet to be settled in the closed positions.

1.4) EXPOSURE MULTIPLE: The number of times that exposure is allowed on the underlying margin on the cash segment would have to be made either on the availability of cash margin or on the availability of the stocks (which are to be sold) in our margin account, by executing a transfer before any order is initiated.

1.5) Stock Qualifying for Margin in Cash Segment Transactions: Securities in the approved list of United Share Brokers Ltd.

1.6) Total Deposit: The aggregate of Client Deposit available with us in the form of cash, shares (after applicable hair cut) and FDR.

(2) NATURE OF CUSTOMER TRANSACTIONS

2.1) Intraday- Cash Segment: The amount of purchase (or sale) in a scrip on any trading day that is reversed by the end of the day by making a contra sale (or purchase) of the exact same quantity, thereby nullifying the original position.

2.2) Delivery Trades: The net purchase or sale of a scrip in a Client account that is settled by way of a delivery on T+2 (or as per settlement schedule). Delivery in respect of sale transactions in the cash segment has to be settled by the client by tendering securities in demat form before the pay-in deadline. Else the client faces the risk of auction.

2.3) Sell Against Buying: A purchase order executed on the Exchange to day and the (undelivered) purchased stock sold in it's entirety on the next trading day. In this case the first transaction would be settled on T+2 while the sale would be settled on the third business day after the purchase transaction.

Note: United Share Brokers Limited will not be responsible for any short payout of security from exchange.