

NDA SECURITIES LIMITED

Client Account Settlement Policy

The accounts of the clients will be settled in accordance with the rules, regulations and guidelines issued from time to time by SEBI and Exchanges.

The settlements of funds / securities shall be done within 24 hours (1 working day) of the payout, unless specifically authorised by client to maintain running account subject to the following conditions:

> The authorisation shall be dated and shall contain a clause that the client may revoke the authorisation at any time. The stock brokers, while sending periodical statement of accounts to the clients, shall mention therein that their running account authorisation would continue until it is revoked by the clients.

> Authorisation shall be signed by clients only & not by any POA holder.

> Actual settlement of funds and securities shall be done at least once in a calendar quarter or month depending on preference of client.

* Client Trading Account opened during the quarter may not be settled.

* Accounts frozen/disable due to any reason may not be settled.

PROCESS OF ACTUAL SETTLEMENT OF FUNDS & SECURITIES-

- While settling the account, the broker shall send to the client a 'statement of accounts' containing an extract from the client ledger for funds and an extract from the register of securities displaying all receipts/deliveries of funds/securities. The statement shall also explain the retention of funds/securities and the details of pledge, if any.

- The client shall bring to notice any dispute within 7 working days from the date of receipt of funds/ securities and statement

- No inter-client adjustment for the purpose of settlement of the "running account".

- Transfer funds/ securities within 1 working day from the request if the same are lying with us.

- In case the funds / securities are lying with Clearing Member/ Corporation, transfer the same within 3 working days from the request.

- While settling the account the stock broker may retain the requisite securities/funds towards such obligations and may also retain the funds expected to be required to meet margin obligations for next 5 trading days, calculated in the manner specified by the exchanges.

- In respect of derivative market transactions, apart from margin liability as on the date of settlement, additional margins (maximum up- to 125% of margin requirement on the day of settlement) to take care of any margin obligation arising in next 5 days may be retained.

- In respect of capital market transactions, entire pay-in obligation of funds & Securities due from clients as on date of settlement may be retained. Further, in the capital market segment, for next day's business, member may retain funds/ securities/ margin to the extent of value of transactions executed on the day of such settlement in the capital market only.
- In case of setting the accounts of regular trading clients (active clients), we may retain an amount of Rs. 10,000/- (net amount across segment and across stock exchanges).
- The above threshold limit on retained of amount shall not be applicable in case of clients who have not traded even once during the last one month/ quarter, as the case may be; i.e settlement shall be done as per the aforesaid SEBI Circular, in such cases.

Settlement of Securities:

1. Settlement of Securities is done keeping in view the following points:

*Closing rate of T-1 (previous trading day) is considered for securities valuation.

*Ledger balance considered is of T+2 day.

*Securities due for pay- in obligation are retained.

*In case of clear ledger balances, the stock shall be transferred to the client.

2. Stocks are transferred to respective client's demat account only.

Settlement of Funds:

1. Settlement of funds is done keeping in view the following points:

*In case of debit on the date of settlement, payout will not be given to client.

*In case of credit balance on the date of settlement with no future debit/ credit balances in client's ledger, net credit amount on the date of settlement will be transferred to client.

*In case of credit balance on the date of settlement and debit on T+1 day then net credit balance after adjusting debit of T+1 day will be transferred to client.

*If the Credit amount is not substantial enough to cover Future debit (T+1 day & T-2 Day), then payout will not be released.

2. Based on the above calculation, funds are transferred through electronic mode/ cheque to client's bank account.