

RISK MANAGEMENT POLICY

ADOPTED BY

YOGEN BABU SECURITIES PVT LTD.

Limit Setting:-

Limits shall be monitored on daily basis, taking following criteria's: Turnover, Exposure, Past trends, Location, Deposit/Collateral.

Margins:-

Margin must be collected on all derivative trades. Initial Margin should be collected on upfront basis. MTM Margin must be collected on T+1 day. Client level margin will be at management discretion in cash segment Criteria to collect margin will be on the basis of volume of client and brokerage earned from clients. Same client should not figure in default list in more than 5 days in a month

Trading:-

Trading in illiquid scrip shall not be permitted. On detection of such trading, the risk manager shall use his discretion to shutdown the terminal after intimating branch manager and sub broker

Pay-in Of Fund & Stock:-

Third party pay-in of securities & fund will not be accepted. Same way pay out of shares and fund will be directly done to client account only.

Collections:-

Cash will not be accepted under any circumstances except cheque bouncing. Collection of cheques from clients must be done by T+2 days except clients who have authorized us to have running account balance.