MARGIN TRADING FACILITY (MTF)

Product Note & Terms and Conditions

Issued by ANS Private Limited | www.ansplshares.com

IMPORTANT NOTICE TO CLIENT

The Client is required to read, understand, sign, and submit the 'Rights and Obligations of Client for Margin Trading Facility' document issued by ANS Private Limited BEFORE availing the MTF Facility. Availing the MTF Facility constitutes acceptance of all terms contained herein and in the said Rights & Obligations document.

1. REGISTRATION & REGULATORY DETAILS OF ANS PRIVATE LIMITED

Registered Name	ANS Private Limited
Trade Name / Brand	ANS | www.ansplshares.com
Type of Entity	Private Limited Company
SEBI Registration No.	[INZ000196431] — Stock Broker
NSE Member Code	[10585] — Capital Market & F&O Segment
BSE Member Code	[3022] — Capital Market & F&O Segment
CDSL DP ID	[12019800] — CDSL Depository Participant
SEBI Office Address	Securities and Exchange Board of India, Plot No. C4-A, 'G' Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051
Registered Office	501, 502 & 502A, 5th Floor, DSCCSL, 53E Block 53, Road 5E, Gift city, Gandhinagar - 382355
Corporate Office	Arham Financial Centre, Panchnath Main Road, Harihar Chowk, Rajkot - 360001

2. WHAT IS MARGIN TRADING FACILITY (MTF)?

Margin Trading Facility (MTF) is a product offered by SEBI-registered stock brokers (Trading Members) that enables eligible clients to purchase securities by paying only a portion of the total transaction value. The balance amount is funded by the broker. MTF is governed by SEBI Circular No. CIR/MRD/DP/54/2017 dated June 13, 2017 and subsequent amendments.

Under MTF, the client can take leveraged positions in approved securities by pledging margin in the form of cash or non-cash collateral with the broker. The securities purchased under MTF are held as pledge with the broker until the funded amount (debit) is fully repaid by the client.

3. KEY PRODUCT FEATURES & TERMS

Product Name	Margin Trading Facility (MTF)
Eligible Securities	Securities approved under SEBI MTF list (VaR-based approved list of NSE/BSE)
Interest Rate	Up to 24% per annum on the funded (debit) portion of the transaction value
Interest Computation	Monthly on outstanding funded debit balance for each dates; charged to the client's account
Interest Applicability	From the date of funding (T+0) until full repayment of the debit balance
Maximum Tenure	As specified in the Rights & Obligations document / regulatory guidelines
Segment	Cash Segment (NSE / BSE) only

4. MARGIN REQUIREMENTS

ANS Private Limited collects the following margin from clients for availing the MTF facility:

Margin Component	Applicable Rate	Description
VaR Margin	As prescribed by Exchange (NSE / BSE)	Value at Risk margin computed daily by exchange based on price volatility of the security.
ELM (Extreme Loss Margin)	5 Times of ELM as prescribed by Exchange	ANS Private Limited collects 5x ELM to ensure adequate risk coverage against extreme market movements. This is over and above the base ELM prescribed by the exchange.
TOTAL MARGIN	**VaR Margin + 5 Times ELM (in the form of Cash and/or Non-Cash Collateral)**	

Margin may be provided by the client in the following forms:

- Cash Margin: Funds deposited in the client's trading account with ANS Private Limited.
- Non-Cash Collateral: Approved securities (equity shares, mutual fund units, etc.) pledged in favour of ANS Private Limited, subject to applicable haircuts as determined by SEBI / Exchanges from time to time.
- The total margin requirement must be maintained at all times during the MTF position tenure.

RIGHTS AND OBLIGATIONS

OF STOCK BROKERS & CLIENTS

FOR MARGIN TRADING FACILITY (MTF)

IMPORTANT: This document sets out the Rights and Obligations of Stock Brokers and Clients for availing the Margin Trading Facility (MTF) as per SEBI guidelines. Every client MUST read, understand, and sign this document BEFORE availing the MTF facility from ANS Private Limited.

Regulatory Reference: *SEBI Circular No. CIR/MRD/DP/54/2017 dated June 13, 2017 and subsequent amendments thereto.*

PART A — CLIENT

CLIENT RIGHTS

Rights available to the Client under the Margin Trading Facility

1. Client shall receive all communications in a mode mutually agreed between the broker and the client regarding confirmation of orders/trades, margin calls, and decision to liquidate the position / security.
2. Client shall be free to take the delivery of the securities at any time by repaying the amounts paid by the Stock Broker to the Exchange towards securities after paying all dues.
3. Client has a right to change the securities collateral offered for Margin Trading Facility at any time so long as the securities so offered are approved for margin trading facility.
4. Client may close / terminate the Margin Trading Account at any time after paying the dues.

CLIENT OBLIGATIONS

Obligations of the Client while availing the Margin Trading Facility

1. Client shall, in writing in his own hand or in any irrefutable electronic method, agree to avail of Margin Trading Facility in accordance with the terms and conditions of Margin Trading Facility offered by the broker, method of communication for confirmation of orders/trades, margin calls and calls for liquidation of collateral/security/position.
2. Client shall inform the broker of its intent to shift the identified transaction under Margin Trading Facility within the timelines specified by the broker failing which the transaction will be treated under the normal trading facility.
3. Client shall place the margin amounts as the Stock Broker may specify to the client from time to time.
4. On receipt of 'margin call', the client shall make good such deficiency in the amount of margin placed with the Stock Broker within such time as the Stock Broker may specify.
5. By agreeing to avail Margin Trading Facility with the broker, client is deemed to have authorized the broker to retain and/or pledge the securities provided as collateral or purchased under the Margin Trading Facility till the amount due in respect of the said transaction including the dues to the broker is paid in full by the client.
6. Client shall lodge protest or disagreement with any transaction done under the margin trading facility within the timelines as may be agreed between the client and broker.

PART B — STOCK BROKER

STOCK BROKER RIGHTS

Rights of the Stock Broker under the Margin Trading Facility

1. Stock Broker and client may agree between themselves the terms and conditions including commercial terms if any before commencement of MTF.
2. Stock Broker may set up its own risk management policy that will be applicable to the transactions done under the Margin Trading Facility. Stock Broker may make amendments thereto at any time but give effect to such policy after the amendments are duly communicated to the clients registered under the Margin Trading Facility.
3. The broker has a right to retain and/or pledge the securities provided as collateral or the securities bought by the client under the Margin Trading Facility.
4. The broker may liquidate the securities if the client fails to meet the margin call made by the broker as mutually agreed of liquidation terms but not exceeding 5 working days from the day of margin call.

STOCK BROKER OBLIGATIONS

Obligations of the Stock Broker towards the Client under MTF

1. Stock Broker shall agree with the client the terms and conditions before extending Margin Trading Facility to such client. However, for clients who already have existing trading relationship and want to avail of MTF, stock broker may take consent in writing in his own hand or in any irrefutable electronic method after communicating the terms and conditions of MTF to such existing clients.
2. The terms and conditions of Margin Trading Facility shall be identified separately, in a distinct section if given as a part of account opening agreement.
3. The mode of communication of order confirmation, margin calls or liquidation of position/security shall be as agreed between the broker and the client and shall be in writing in his own hand or in any irrefutable electronic method. Stock Broker shall prescribe and communicate its margin policies on haircuts / VaR margins subject to minimum requirements specified by SEBI and exchanges from time to time.
4. The Stock Broker shall monitor and review on a continuous basis the client's positions with regard to MTF. It is desirable that appropriate alert mechanism is set up through which clients are alerted on possible breach of margin requirements.
5. Any transaction to be considered for exposure to MTF shall be determined as per the policy of the broker provided that such determination shall happen not later than T+1 day.
6. If the transaction is entered under margin trading account, there will not be any further confirmation that it is a margin trading transaction other than the contract note.
7. In case the determination happens after the issuance of contract, the broker shall issue appropriate records to communicate to the client the change in status of transaction from Normal to Margin Trading and should include information like the original contract number, the margin statement, and the changed data.
8. The Stock Broker shall make a 'margin call' requiring the client to place such margin; any such call shall clearly indicate the additional/deficient margin to be made good.
9. Time period for liquidation of position/security shall be in accordance with the declared policy of the broker as applicable to all MTF clients consistently. However, the same should not be later than 5 working (trading) days from the day of 'margin call'. If securities are liquidated, the contract note issued for such margin call related transactions shall carry an asterisk or identifier that the transaction has arisen out of margin call.
10. The daily margin statements sent by broker to the client shall identify the margin/collateral for Margin Trading separately.

11. Margin Trading Accounts where there were no transactions for 90 days shall be settled immediately.
12. The stocks deposited as collateral with the stock broker for availing margin trading facility (Collaterals) and the stocks purchased under the margin trading facility (Funded Stocks) shall be identifiable separately and there shall not be any commingling for the purpose of computing funding amount.
13. Stock Broker shall close/terminate the account of the client forthwith upon receipt of such request from the client subject to the condition that the client has paid all dues under Margin Trading Facility.

PART C — TERMINATION OF RELATIONSHIP

Conditions for Termination of MTF Arrangement

1. The margin trading arrangement between the stock broker and the client shall be terminated if the Stock Exchange, for any reason, withdraws the margin trading facility provided to the Stock Broker, or the Stock Broker surrenders the facility, or the Stock Broker ceases to be a member of the stock exchange.
2. The MTF facility may be withdrawn by the broker in the event of the client committing any breach of any terms or conditions therein, or at any time after due intimation to the client allowing such time to liquidate the MTF position as per the agreed liquidation terms without assigning any reason. Similarly, the client may opt to terminate the margin trading facility in the event of the broker committing any breach of any terms or conditions therein or for any other reason.
3. In the event of termination of this arrangement, the client shall forthwith settle the dues of the Stock Broker. The Stock Broker shall be entitled to immediately adjust the Margin Amount against the dues of the client, and the client hereby authorizes the Stock Broker to make such adjustment.
4. After such adjustment, if any further amount is due from the client to the Stock Broker, the client shall settle the same forthwith. Upon full settlement of all dues of the client to the Stock Broker, the Stock Broker shall release the balance amount to the client.
5. If the client opts to terminate the margin trading facility, the broker shall forthwith return to the client all the collaterals provided and funded securities retained on payment of all the dues by the client.