POLICY ON GRANTING OF EXPOSURES TO CLIENTS

Setting up Client's Exposure Limits

HDMPL may have its own policy to allow differential purchase limits and sell limits varying from client to client, depending upon credit worthiness, integrity and past trading record of each client and volatility in the market, which may vary from time to time.

No fresh exposures will be allowed to client, in case there is Ledger Debit balance for more than Five Trading Days.

HDMPL may provide an exposure limit for intraday and delivery to a client which would be a multiple of the clear ledger balance in the account of the client along with collateral values after appropriate haircut. The value of multiple and haircut shall be decided as per Market volatility, quality of collaterals, credit worthiness, integrity and past trading record of each client based on the risk categorization which may vary from client to client and from time to time.

Conditions under which a client may not be allowed to take further position or the broker may close the existing position of a client:

- No fresh exposures will be allowed to client, in case there is Ledger Debit balance for more than Five Trading Days.

- Where the client is not having adequate margins as per conditions defined in Risk Management Policy.

- The above are only illustrative; It may change as per the market condition, client Risk Appetite which may differ from client to client.

Review Policy

This policy may be reviewed as and when there are any changes introduced by any statutory authority or as and when it is found necessary to change the policy due to business needs.

The policy may be reviewed by the Director/Compliance Officer and place the changes in policy before the Board at the meeting.