



Date:

KNA Share Brokers Pvt. Ltd.

405, Todi Chambers

2, Lal Bazar Street, Kolkata-700001

Sub: Request to avail the Margin Trading Facility (MTF)

Dear Sir/Madam,

On the captioned subject, I/We request you to activate Margin Trading Facility (MTF) in my/our account.

I/we do hereby understand the terms and conditions of Margin Trading Funding provided by KNA Share Brokers Pvt. Ltd. and agree to be bind by such provisions and act in accordance with the same while availing the margin trading funding.

I/we confirm and agree to receive all the communication such as confirmation of orders/trades, margin calls, decisions/calls to liquidate the collateral/ positions / security on my registered email address or registered mobile number .

I/we understand that by availing the funding to trade under Margin Trading, I/we authorize you to treat all my/our trade in group I securities, which are not covered by 100 % margin (i.e Cash in ledger) as trades under Margin Trading Funding and accordingly I/we authorize you to report all such trades to the exchange(s) on next day as Margin Trading Trades.

I/we understand and acknowledge that KNA Share Brokers Pvt. Ltd. would consider entire clear ledger credit balance in normal trading ledger for adjustment against the margin trading funding trades (Ledger) and would levy the interest on the net debit balance in the MTF Ledger.

I/we understand and agree that the interest would be calculated and levied on a daily basis at the rate mutually agreed. I/We confirm to receive Rights & Obligations of Stock Brokers & Clients for Margin Trading Facility (MTF).

Name of the Client			
Signature of the Client		Trading Code	



**Terms and Conditions of KNA Share Brokers Private Limited (KNA) for trading
in Margin Trading Funding**

SECURITIES ELIGIBLE FOR MARGIN TRADING:

Equity Shares that are classified as 'Group I security' as per SEBI Master circular No. SEBI/HO/MRD/DP/CIR/P/2016/135 dated December 16, 2016, shall be eligible for Margin Trading Funding and as amended from time to time .KNA reserves the right to offer or not to offer MTF on such list of securities as specified from time to time.

MARGIN TRADING FUNDING:

KNA at all times shall have the liberty to exercise its right in its sole discretion to determine the extent to which the MTF be made available to the Client.

KNA shall not be bound to grant MTF to the client and shall not be required to provide any reasons thereof nor shall be liable for any damages (whether direct or consequential or whether Financial or non-Financial) to the Client by reason of to grant MTF refusal to the Client.

MARGIN REQUIREMENT:

In order to avail margin trading Funding, initial margin required shall be as under:

Category of Stock	Applicable margin
Group I stocks available for trading in the F & O Segment	VaR + 3 times of applicable ELM *
Group I stocks other than F&O stocks	VaR + 5 times of applicable ELM *

** The applicable VaR and ELM shall be as in the cash segment for a particular stock.*



The client shall ensure maintenance of the aforesaid margin at all times during the period that the margin trading Funding is being availed by the client. The client shall ensure to place the aforesaid margin in the form and manner as may be specified by KNA from time to time.

KNA may, at its sole and absolute discretion, increase the limit of initial and/or maintenance margin, from time to time. The Client shall abide by such revision, and where there is an upward revision of such margin amount, agree to make up the revised margin immediately, not later than 5 working days from the day of margin call, failing which KNA may exercise its discretion / right to liquidate the security/ collateral and/or close out the position immediately. It may however, be noted that the initial/ maintenance margins will/shall never be lower than that prescribed by Stock Exchange/SEBI.

In case of short fall in margins, KNA will make necessary margin calls. On receipt of 'margin call', the client shall make good such deficient margin / margin call by placing the further margin immediately, failing which KNA may exercise its discretion / right to liquidate the security /collateral and / or close out the position immediately depending upon the market conditions and /or the volatility.

COLLATERALS:

The initial margin payable by the client to KNA shall be in the form of cash, cash equivalent or Group I equity shares, with appropriate hair cut as specified in SEBI Master circular no. SEBI/HO/MRD/DP/CIR/P/2016/135 dated December 16, 2016.

By agreeing to avail Margin Trading Funding with KNA, client is deemed to have authorized KNA to retain and/or pledge the securities provided as collateral or purchased under the Margin Trading Funding and any corporate benefit thereon, if any, till the amount due in respect of the said transaction including the dues to KNA is paid in full by the client.



Client have a right to change the securities collateral offered for Margin Trading Funding at any time with prior notice in writing to KNA so long as the securities so offered are approved for margin trading Funding.

KNA will hold and / or will appropriate the credit lying in the Client account and/or any unutilized/unpledged shares/ securities lying in demat account along with all other demat accounts / Mutual Funds / IPO account of the Client towards the repayment of the outstanding dues thereof under MTF.

KNA is at its discretion to identify the eligible/excess securities available with the client and mark such securities as collateral towards MTF.

EXPOSURE & MAXIMUM PERMISSIBLE EXPOSURE:

In case of increase in the value of Collaterals, KNA may at its sole discretion have the option of granting further exposure to the client subject to applicable haircuts. However, no such exposure shall be permitted on the increased value of funded stocks.

MARGIN TRADING FACILITIES TRADES

By providing the consent for availing margin trading Funding, client authorize KNA to consider all his/her/its trades placed by them in group I securities to be treated as trades availed by them under the Margin Trading Funding and accordingly report such trades to Exchanges subject to availability of margin in form and manner as communicated by KNA from time to time.

If the transaction is entered under margin trading account, there will not be any further confirmation that it is margin trading transaction other than contract note. Client will be free to take the delivery of the securities at any time by repaying the amounts that was paid by KNA to the Exchange towards the securities bought under Margin Trading Funding after paying all dues.



INTEREST CALCULATION AND REPORTING OF TRADES:

KNA would consider entire clear credit ledger balance in the clients normal ledger for adjustment against the margin trading Funding trades (Ledger) and only the net debit balance would be considered as funded amount for reporting purpose. KNA would calculate and levy the interest on the net debit balance in the MTF Ledger.

The interest charge would be calculated on a daily basis at the rate specified and published by KNA from time to time

MODE OF COMMUNICATION:

KNA will sent all the confirmation of orders/ trades, margin calls, decision/calls to liquidate the collateral/ positions/ security, Daily Margin Statement, Contract Notes, margin policy on haircuts/ VAR margin, Risk management policies, allowable exposure, specific stock exposure etc through electronic mode on registered email id and/or mobile number of the client updated in the KNA's database by the client.

COMPLAINTS RESOLUTION:

Client shall lodge protest or disagreement with any transaction done under the margin trading Funding within 24 hours from the date of receipt of such document/statements/contract notes/any other communications.

Any dispute arising between the client and KNA in connection with the MTF shall be referred to the investor grievance redressal mechanism, arbitration mechanism of the respective stock exchange. IPF (Investor Protection Fund) shall not be available for transactions done on the Stock Exchange, through MTF, in case of any losses suffered in connection with the MTF availed by the client.

LIQUIDATION

KNA may immediately without any notice liquidate the security / collateral and or close out the open positions due to the following events:



if any instrument for payment of Margin Money / Monies is / are dishonoured;

if there is reasonable apprehension that the Client is unable to pay its outstanding dues or has admitted its inability to pay its dues, as they become payable;

there exists any other circumstance, which in the sole opinion of KNA, is prejudicial to the interests of KNA;

Order passed by any regulatory, courts, statutory bodies etc.

All losses and financial charges on account of such liquidation/closing out shall be charged to and borne by the client

The client agrees that if the client is not able to maintain adequate margins or defaults in bringing adequate margin against the margin call then KNA may take necessary risk measure and liquidate the funded/ collateral securities to mitigate the risk.

During such liquidation the most liquid funded / collateral securities with the highest value would be liquidated first in order to cover the risk of KNA.

In Case of de-merger, merger, amalgamation, rights issue corporate action in any eligible securities the client would be required to make payment 7 days prior to the ex-date. In case of non-payment, KNA will liquidate such positions in such securities.

TERMINATION OF RELATIONSHIP:

Client may close / terminate the Margin Trading Account at any time after paying the dues with prior notice in writing.

The margin trading arrangement between KNA and the client shall be terminated; if the Stock Exchange, for any reason, withdraws the margin trading Facility provided to KNA or KNA surrenders the facility or the KNA ceases to be a member of the stock exchange.

The MTF may be withdrawn by KNA, in the event of client committing any breach of any terms or conditions therein or at any time after due intimation to client allowing such time to liquidate the MTF position as per the agreed liquidation terms without assigning any reason. Similarly, client may opt to terminate the margin trading Funding in the event of KNA committing any breach of any terms or conditions therein or for any other reason.

In the event of termination of this arrangement, the client shall forthwith settle the dues of the KNA.

The KNA shall be entitled to immediately adjust the Margin Amount against the dues of the client, and the client hereby authorizes the KNA to make such adjustment.

After such adjustment, if the amount is still due to KNA from the client, the client shall settle the same forthwith. Upon full settlement of all the dues of the client to KNA, KNA shall release the balance amount to the client.

If the client opts to terminate the margin trading Funding, KNA shall forthwith return to the client all the collaterals provided and funded securities retained within 5 working days from the date of clearing of all the dues by client.

OTHERS:

The Clients Margin Trading Account with no transaction for 90 days will be settled immediately.

The daily margin statements sent by KNA to the client shall identify the margin/collateral for Margin Trading Separately.

The dues, wherever mentioned herein above, includes but not limited to outstanding balances, interest, statutory taxes, duties, charges, penalties etc. in respect of MTF availed by the Client.

The terms / conditions / Obligations of the Client as amended from time to time shall be irrevocable and shall not be revoked by the death/dissolution/ winding up of the Client.