

Policy on Limit Setting

Acemoney Intermediaries Pvt. Ltd. (AMIPL) provides broking services to its clients for transactions on various Stock Exchanges and the Stock Exchanges have different segments e.g. cash market or capital market segment, equity derivatives segment or equity F&O segment etc. Each segment deals in different products having different risk profiles and settlement attributes. Many segments may be added in future by different Stock Exchanges depending on different product development. Transactions on Stock Exchanges are executed on electronic platform and clients are serviced from network of dealing offices spread over various locations, cities, towns and states. Many clients are also provided facility to transmit their orders through internet without human intervention (IBT). AMIPL uses different order routing solutions for broadcast of live prices to its dealing offices and to clients using internet for their order execution. The orders are transmitted to central server site through electronic communication medium using such order routing solutions. The orders are validated at central server and valid orders are transmitted to respective Exchanges electronically. Thus, once the order is punched through the routing solution, the process till transmission to Exchange trading platform is handled through computers electronically without human intervention.

The averments contained in these statements are not promises made by AMIPL to its clients and they do not confer any rights to clients to demand that their trading limits at all times will be set according to these policies.

(a) Exposure limits to the client will be provided based on the available margin in the client's broking account maintained with AMIPL exposure limits for its clients. The securities markets are usually very volatile and different clients have different risk profiles. Volatility amongst different scrips and different derivatives contracts are different. Business Rules, Bye laws and Regulations of the Exchanges require Brokers including AMIPL to obtain upfront margin from clients. All these factors taken together create a challenging environment where AMIPL, apart from setting allowable trading limits for different clients differently, has to often modify or change such trading limits several times during the day if situation so demands. The trading limit setting policies enumerated below are to be taken as basis for understanding policies implemented by AMIPL and the same may not be rigidly followed and may be changed from time to time on account of factors stated above. The averments contained in these statements are not promises made by AMIPL to its clients and they do not confer any rights to clients to demand that their trading limits at all times will be set according to these policies.

(b) The exposure limits will be a certain multiple of the available margin. Such multiplier will be as decided by AMIPL from time to time and may vary from client to client,

(c) On a case-to-case basis AMIPL, as its sole and absolute discretion, may allow higher exposure limits to the client.

(d) In case of cash segment, AMIPL may at its sole and absolute discretion allow clean exposure limit up to certain amount to the client without insisting for any credit balance and/or margin. The quantum of clean exposure limit shall be decided by AMIPL. On a case-to-case basis AMIPL may, at its sole and

absolute discretion, give higher clean exposure limits to certain set of the clients. AMIPL reserves the right to withdraw clean exposure limit granted to the client at any point of time at its sole and absolute discretion. The client cannot raise any concern/dispute for the same.

(e) Available margin for the purpose of granting exposure is calculated as a sum of free credit balance of the client in AMIPL's books, margin in the form of funds, securities, bank fixed deposit, bank guarantee, etc. of the client available with AMIPL, and the value of securities held in the client's demat account for which power of attorney is granted in favour of AMIPL.

(f) The choice of the securities to be considered as margin shall be determined by AMIPL at its sole discretion from time to time and the client shall abide by the same.

(g) While granting the exposure limit, margin in the form of securities will be valued as per the latest available closing price on NSE or BSE after applying appropriate haircut as may be decided by AMIPL at its sole discretion.

(h) AMIPL may from time to time depending on market conditions, profile and history of the client, type and nature of scrip, etc., at its sole discretion charge/change the rate of haircut applicable on the securities given as margin, multiplier for granting exposure in Cash/F&O segments and take such steps as AMIPL may deem appropriate.

(i) The Client will have to abide by the exposure limit set by AMIPL.