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**FARSIGHT SECURITIES LTD.**

**H.O.:** 17A/55, WEA, TRIVENI PLAZA,  
GURUDWARA ROAD, KAROL BAGH,  
NEW DELHI – 110 005

Policy created by	Operational staff and Compliance Officer
Policy reviewed by : Compliance Head	Policy reviewed on : 20.07.2022
Approval authority	Chairman – Dr. Naresh Maheshwari
Policy approved on : 20.07.2022	Previous Review : 31.08.2021
Periodicity of Review periodicity : Yearly	Last reviewed on : 20.07.2022
Version number : 200722	Policy on Website : Yes

**RISK MANAGEMENT SYSTEM**

**1) Margin**

No account open without collection of margin from client. The client should inform about the exchange margin system. In case client open account only for sale of shares the advance Payin of shares collect from the client before sale of shares.

**2) Financial background of client**

Account shall be opened only after verification or financial back ground of the client in case of employee of private & government under taking. Extra caution required while verify the financial position also time to time check the current status of old client & update accordingly.

**3) Exposure**

Exposure given to client as per the exchange rules & regulations & check the position of client before close of market hours whether the client position within the limit.

**4) MTM**

Marked to market losses fixed for each client so that client can not incurred excess losses also fix the parameter for MTM ratio. Presently our MTM ratio is 50% of the

deposit but it can be changed time to time depends upon the market situations.

#### **5) Surveillance**

Applied the ODIN surveillance & squaring option so that all excess position squared same day.

#### **6) Delivery**

- (a.) In case of purchases the delivery transfer to client account only after receipts of cheques & clearance of cheques. If payment / cheque not received within the specified time the stock of client sold & informed to the client kept or in our beneficiary margin account.
- (b.) In case if the client account has debit balance or group account has debit balance no stocktransfer to client account only transfer after clearance of all dues etc.
- (c.) In case of purchase of stock the delivery transfer to client account within the specified period if no dues / debit balance out standing in client account / client family account.

#### **7) Check the Money & Delivery Inflow / Outflow**

Check the delivery received / transfer only from / to designated account of client.

#### **8) Employee account**

Employee allowed to do trading only for delivery business, jobbing & others not allowed for staff of back office & front office.

#### **9) Up gradation of Client Master**

Client master upgrade in Symphony/odin & neat server on regularly basis.

#### **10) Intimation F&O client for risk involved in F&O trading**

The client shall be informed about the risk involved in Derivatives trading & advice to go through the exchange risk disclosure documents.

Policy reviewed in Board Meeting held as on 20.07.2022

Policy Approved in Board Meeting held as on 20.07.2022