

Policy on Delayed Payment Charges and Charges on FO position

Delayed Payment Charges

IVL follows the practice of posting the settlement obligation in the client ledger, towards their transaction, on the settlement date. All clients are advised to make the payment before the pay-in time on the settlement day, though there are instances wherein client delay the payment beyond the settlement date. Although it is obligatory on part of broker to meet the settlement obligation in time, therefore, in order to ensure timely receipt of fund from clients towards their payment obligation, "charges for delayed payment" are levied in the client's account. The sum towards "charges for delayed payment" is levied to discourage delayed payment from clients who does not deposit the required sum of money before the payin time on the payin day. "Charges for delayed payment" are levied on respective ledger debit of the clients at the end of the day as per rate of interest specified in the member-client agreement. For the purpose of reckoning debit balance, the debit balance in the client ledger consolidated across all segments of the respective exchange after giving effect to the release of margin. While doing so, it is ensured that the open debit positions are not allowed for more than five days from pay-in date as per the provision of exchange regulation. It is also ensured that client is not allowed to take further exposure from the sixth trading day reckoned from the date of pay-in in case debit continues beyond fifth day from the date of pay-in and delayed payment is levied.

Charges on FO Position

In Equity Derivative Segment and Currency Derivative Segment we accept the approved securities from clients for margin purpose and also consider the securities lying in client's beneficiary account if the POA of such demat account is given in favour of IVL. The approved securities marked for the hair cut while considering for the margin purpose. IVL deploys its own funds for meeting margin requirement of its client at the Exchange against the stock collateral maintained by the client; the Charges on FO position are levied to the extent of shortfall in fund requirement.