Implemented a new system for segregation & monitoring of collateral at client level

Dear Sir,

Hope you are doing well !!

Exchange have implemented a new system for segregation & monitoring of collateral at client level vide circular no SEBI/HO/MRD2_DCAP/CIR/2021/0598 dated July 20, 2021 and NCL/CMPT/51657 dated March 17, 2022, as per the norms, we as a member is required to maintain and upload minimum 50% cash collateral for our clients w.e.f 1st August, 2022 towards their margin requirement.

As a member we have to pay the amount due to the client, including margin for every trade taken by the client, to the exchange/clearing corporation.

In accordance with the aforesaid new requirement and as per the terms and conditions and policy of Goldmine, **funds pay-out shall be made after considering minimum 25% cash margin requirement** of the client. That means 25% of cash collateral shall be retained towards the total margin requirement of the client. Initially **this will be applicable only for the derivative segment.** Going forward the said cash margin requirement can be extended to 50% without further notice.

Cash Margin = Funds (Clear) in your Ledger +
　　　　　　Cash Components Securities Pledge in Margin (Like: SGB / G-SEC / T-Bills)*

Example:

Client	Ledger B/s	Pledge (Cash Comp.) Securities	Pledge (Non-Cash Comp.) Securities	Total Collaterals	Margin in Derivative Segment	25% of Derivative Margin	Hold/ Blocked Funds	Final Pay-out of Funds
Client-1	1000	100	600	1700	1000	250	150	700
Client-2	1000	1000	5000	70000	2000	500	0	1000
Client-3	3000	0	10000	13000	10000	2500	2500	500
Client-4	5000	0	0	5000	2000	500	500	3000

It is advisable to maintain at least 50% cash margin going forward. Currently, we are not charging any Interest/Penalty on cash collateral shortage(s) from the client just to get them accustomed with the new requirements.

** List of Cash Components Securities available on our Website – Approved Securities List and same will be updated on monthly basis by Exchange. - **Click here***

Thanking you,

With Regards,
Team Goldmine