

AUM Capital Market Pvt Ltd

POLICY ON HANDLING OF GOOD TILL CANCELLED AND/OR GOOD TILL TRIGGERED ORDERS AND/OR SIMILAR TYPES OF ORDERS OFFERED BY AUM CAPITAL MARKET PVT LTD TO ITS CLIENTS

AUM CAPITAL MARKET PVT LTD (in short "the Company/ ACMPL/ Trading Member") is a Company registered under the provisions of the Companies Act, 1956 with limited liabilities, having its registered office at 226/1 A J C Bose road, Trinity Building, 3rd Floor, Kolkata 700020 registered with Securities and Exchange Board of India (in short "SEBI") as a Stock Broker and Depository Participant, thus a Securities Market Intermediary as per the various provisions enshrined in the relevant Acts of SEBI.

AUM-capital Market Pvt Ltd is a Trading Member of National Stock Exchange of India Limited (NSE); BSE Limited (BSE); Multi Commodity of Exchange of India Limited (MCX) and with SEBI Registration Number: INZ000185431. AUM Capital Market Pvt Ltd is a Depository Participant of National Securities Depository Limited (NSDL) bearing DP ID - IN304211 and Central Depository Services (India) Limited (CDSL) bearing DP ID - 12057800 with SEBI Registration Number IN-DP- 647-2021.

AUM capital Market Pvt Ltd is also registered with Association of Mutual Funds of India (AMFI) with ARN Code 64606 for the distribution of Mutual Fund Units of various reputed Asset Management Companies.

The **National Stock Exchange of India Limited** (in short "NSE") vide their Circular No. **NSE/INSP/62528 dated June 21, 2024** and **BSE Limited** (in short "BSE") by their Circular No. **20240622-2 dated June 22, 2024** have informed their Trading Members to frame a **Policy on Handling of "Good Till Cancelled" and/or "Good Till Triggered" Orders offered by their Trading Members to Clients.**

The Stock Exchanges has elucidated that the Exchange(s) has observed that certain Trading Members offer Good Till Cancelled (in short "GTC") and/or Good Till Triggered (in short "GTT") Orders or "Orders of Similar Type" to their clients, that enables clients to place buying orders and/or selling orders by specifying the "price" and also the "time frame" for which "an order" would remain "valid", for placing on the Stock Exchange Trading Platform.

The Stock Exchanges has observed the aforesaid types of "GTC and/or GTT" Orders are offered by the Trading Member(s) and the mechanism for handling such orders varies from Trading Member to Trading Member. In case of a "Corporate Action" (both Cash Corporate Action and/or Non-Cash Corporate Action), while certain Trading Members CANCEL such "GTC and/or GTT" Orders, while other Trading Members DO NOT CANCEL the same.

Thus the Stock Exchanges has enlightened and advised the Trading Members to take note that where there is a Corporate Action in the underlying Security, the "GTC and/or GTT" Orders could lead to ABSURD TRADES and INVESTORS are at RISK OF FACING HUGE MONETARY LOSSES.

Based on aforesaid inputs provided by the Stock Exchange and other practical operational experience, **AUM capital Market Pvt Ltd** (in short "the Company/ Trading Member") has formulated the **Policy on Handling of Good Till Cancelled Orders and/or Good Till Triggered Orders and/or Similar Types of Orders (in short "Policy")** offered to their Clients for BOTH On-Line and Off-Line Modes, subject to the following enshrined attributes:

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- 1) The Policy is MANDATORY in nature and forms a part and parcel of the Mandatory Policies envisaged in the "Account Opening Form" of AUM Capital Market Pvt Ltd, while registering and/or re-activating Clients. The applicability of this Mandatory Policy spans across all Non-Institutional Clients of AUM Capital Market Pvt Ltd.
- 2) The Risk Management Department of AUM Capital Market Pvt Ltd shall be responsible to monitor "Good Till Cancelled and/or Good Till Triggered Orders and/or Similar Types of Orders of Client(s)" (in short "such Orders"), which would remain "valid" on attributes of "price" and also the "time frame" on the Trading Platform of AUM Capital Market Pvt Ltd.
- 3) At the outset it is important to mention that the "GTC and/or GTT and/or Similar Types of Orders" of Client(s) can be placed on the Trading Platform of AUM Capital Market Pvt Ltd provided the applicable un-encumbered Collateral (as mandated by the Clearing Corporation) is made available by the Clients to AUM Capital Market Pvt Ltd.
- 4) As "un-executed" "GTC and/or GTT and/or Similar Types of Orders" of Client(s) are Non-Importable onto the Back Office, it is for the benefit of the Client to Notify the Risk Management Department of AUM Capital Market Pvt Ltd by an email communication to helpdesk@aumcap.com regarding the un-executed / pendency of execution of "GTC and/or GTT and/or Similar Types of Orders", by the Client from their registered e-mail id with details of Trades alongwith their Unique Client Code.
- 5) The Client will be duty bound to monitor its "GTC and/or GTT and/or Similar Types of Orders" and maintain the requisite Collateral in Cash and/or Acceptable Security in the stipulated ratio, to ensure that the "GTC and/or GTT and/or Similar Types of Orders" are backed by requisite Collateral to remain Valid in the Trading Platform of AUM Capital Market Pvt Ltd.
- 6) As "GTC and/or GTT and/or Similar Types of Orders", attract applicable Collateral as per the norms laid by the Clearing Corporation and Allocation of applicable Cash Collateral by the Trading Member from its OWN Funds (if applicable Cash Collateral is NOT provided by the Client), as per the extant minimum Cash Collateral requirement enshrined by the Clearing Corporation. Though AUM Capital Market Pvt Ltd would endeavor to provide the applicable Cash Collateral from its OWN Funds on Best Effort Basis, however the Client cannot claim the placement of "GTC and/or GTT and/or Similar Types of Orders" and the continuation of the validity of such Orders on a concurrent basis, without providing the requisite applicable Cash Collateral to AUM Capital Market Pvt Ltd.
- 7) In the event that a request for release of Collateral (both Cash and/or Security) is placed by the Client to AUM Capital Market Pvt Ltd during the Trading Hours (i.e. 9:00 AM to 4:00 PM), the Risk Management Desk would process the same taking into account the pending "GTC and/or GTT and/or Similar Types of Orders".
- 8) In the event that a request for release of Collateral (both Cash and/or Security) is placed by the Client to AUM Capital Market Pvt Ltd during the Non - Trading Hours (i.e. other than the timings mentioned herein above), the Risk Management Desk would process the same without taking into account the pending "GTC and/or GTT and/or Similar Types of Orders", which

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may lead the Cancellation and/or Rejection of the "GTC and/or GTT and/or Similar Types of Orders" in the Trading Platform of AUM Capital Market Pvt Ltd.

- 9) It is pertinent to mention that AUM Capital Market Pvt Ltd would be unable to intimate the Client regarding the Cancellation and/or Rejection of the "GTC and/or GTT and/or Similar Types of Orders" in the Trading Platform of AUM Capital Market Pvt Ltd attributed to the non- maintenance of the requisite Collateral by the Client.
- 10) The Client shall NOT hold AUM Capital Market Pvt Ltd responsible for the Non-Execution of GTC and/or GTT and/or Similar Types of Orders attributed for non-maintenance of requisite Collateral in the stipulated ratio, at the Client Level. It is pertinent to mention that the Client shall NOT claim any prospective notional "losses and/or compensation", for the Non- Execution of "GTC and/or GTT and/or Similar Types of Orders".
- 11) The Risk Management Department of AUM Capital Market Pvt Ltd will monitor the announcement of "Corporate Actions" (both Cash Corporate Action and/or Non-Cash Corporate Action) in respect of the Underlying Security for all the Open "GTC and/or GTT and/or Similar Types of Orders" of Client(s) on a Daily Basis.
- 12) AUM Capital Market Pvt Ltd shall intimate their clients about details of upcoming Corporate Actions applicable for such unexecuted "GTC and/or GTT and/or Similar Types of Orders" of Client(s), which should not be later than one day prior to the ex-date of the Corporate Action.
- 13) The Clients are duty bound to monitor the "GTC and/or GTT and/or Similar Types of Orders" placed on the Trading Platform of AUM Capital Market Pvt Ltd and the announcement of Corporate Actions by the underlying Security Issuer. The Client is also duty bound to follow the intimation by AUM Capital Market Pvt Ltd to their Client(s) over E-Mail at their Registered E-Mail address(es) and/or Short Messaging Services on their Registered Contact Number(s).
- 14) AUM Capital Market Pvt Ltd will NOT ALLOW CONTINUATION of "GTC and/or GTT and/or Similar Types of Orders" of Client(s) in an automated manner where "Corporate Actions" (both Cash Corporate Action and/or Non-Cash Corporate Action) are being caused by way of Book Closure and/or Record Date by the Registrar of the Issuer on the Stock Exchange.
- 15) The Clients are free to MODIFY the "GTC and/or GTT and/or Similar Types of Orders" of Client(s) where "Corporate Actions" (both Cash Corporate Action and/or Non-Cash Corporate Action) are being caused by way of Book Closure and/or Record Date by the Registrar of the Issuer on the Stock Exchange, before the Ex-Date of the Underlying Security
- 16) In case the Client(s) fail to modify the "GTC and/or GTT and/or Similar Types of Orders" before the ex-date as announced by the Stock Exchanges, the Risk Management Department of AUM Capital Market Pvt Ltd would CANCEL the pending "GTC and/or GTT" Orders and/or Similar Types of Orders of Client(s) where "Corporate Actions" (both Cash Corporate Action and/or Non-Cash Corporate Action) are being caused by way of

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Book Closure and/or Record Date by the Registrar of the Issuer on the Stock Exchange, which are open/ un-executed on the Trading Platform of AUM Capital Market Pvt Ltd, on a best effort basis.

- 17) The Risk Management Desk of AUM Capital Market Pvt Ltd would intimate the Clients, regarding the cancellation of the "GTC and/or GTT" Orders and/or Similar Types of Orders, by an E-Mail to their registered E-Mail Id, by T+1 day from the date of Cancellation of such "GTC and/or GTT and/or Similar Types of Orders".
- 18) AUM Capital Market Pvt Ltd would follow the Corporate Actions which are made available by the Stock Exchanges on their official Website(s), viz. www.nseindia.com & www.bseindia.com and the Ex-Dates pertaining to cause of Corporate Action in way of Record Date and/or Book Closure announced in such official websites and/or the data files provided by the Stock Exchanges to their Trading Members for updation of scrip master on the Trading Platform of Trading Members.
- 19) Clients who wish to Notify AUM capital Market Pvt Ltd. for the "Stop Trade Facility" as per **SEBI vide Circular no. SEBI/HO/MIRSD/POD-1/P/CIR/2024/4 dated January 12, 2024**, the Client is Duty Bound to specifically Notify the placement of "GTC and/or GTT and/or Similar Types of Orders" for cancellation of such Orders.
- 20) The Client agrees to abide by this "**MANDATORY POLICY**" on **Handling of Good Till Cancelled and/or Good Till Triggered Orders and/or Similar Types of Orders** offered by AUM capital Market Pvt Ltd. to its Clients and the Client(s) would NOT claim any Monetary Losses and/or Compensation, for the adherence of the above attributes laid in "the Policy", by AUM Capital Market Pvt Ltd.

The Policy is subject to periodical review based on the inputs provided by the Stock Exchanges, the suggestions from the valued Clients of AUM Capital Market Pvt Ltd and the practical experiences faced by the Dealing Operation Team Members and the Risk Management Team Members.

The Compliance Officer – Mr. Chandra Kumar Jain for Trading & Mr. Mrinal Kanti Das for DP (Contact No. +91 33 4057 2219/ 4057-2230) would monitor the implementation of the Policy.

- ☐ **I have read, understood and accepted the Policy on handling Good Till Cancelled and/or Good Till Triggered Orders and/or Similar types of Orders offered by AUM Capital Market Private Limited.**

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Signature of 2nd. Holder

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