

SquareoffPosition

LiquidationofSecurities(Squaringoff)incaseofNon-fulfillmentofclient'sfundsobligation –

1. If shares purchased by clients are pending in SEBPL's pool/CUSPA account due to non-payment of required funds, such shares will be sold to the extent of amount due, at any point of time after settlement pay-in time stipulated by exchange. If the client is not able to fulfill Funds Obligations, then the unpaid securities shall be transferred to "client unpaid securities account" either to be disposed-off within 5 trading days from the date of pay-out or may be transferred to client's demat account.
2. Clearance from CUSPA will be done as per SEBI guidelines including for PIS clients. Pending cheques in client's ledger will not be considered while such clearance.
3. If total debit/MTM% in the client's account is greater than or equal to the stipulated % of the total Collateral, then the existing positions will be squared.
4. In the Derivative segment, if there is no sufficient margin, the open positions will be squared.
5. If there is any position taken during the banned period, such position will be square off any point of time without further notice.
6. SEBPL shall attempt liquidating necessary positions security/Commodity hitting the daily price filter (circuit) to avoid any dues in client's account.
7. The losses, if any, arising on the square-off trades shall be borne by the client. Open positions that are not squared off for reasons beyond the control of SEBPL viz. technical issues, price band etc. shall be squared-off in the immediate session thereafter or whenever the security/commodity/contracts is traded.
8. SEBPL reserves the right to square off any position taken without sufficient margin at any point of time without any further notice.
9. SEBPL reserves the right to square off existing positions if cheques received against these are dishonored.
10. SEBPL reserves the right to invoke/sell pledged shares/any other collateral to cover MTM losses.
11. In addition to above points, there will be auto square off of positions (Cash & Derivative) taken in INTRADAY option. The timings of auto square off will be displayed on the internet trading website.
12. SEBPL reserves the right to close the positions and the shares available as Collateral/holdings to recover the outstanding dues.
13. In case of Physically Settled Derivative contracts, current month FAO contracts need to rollover/close before two days prior to final settlement day. SEBPL reserves the right to square off such contracts, if there is no sufficient margin/securities in the client account for long/short positions. In case of Commodity derivatives, requirements for valid delivery should be met on or before commencement of delivery period or else positions will be squared off.