



****Rights & Obligations of Stock broker & Client For Margin Trading Facility (MTF)****

1. Introduction

This document outlines the rights, responsibilities, and obligations of **Trimurti Capital Broking LLP** ("the Broker") and the **Client** in relation to the Margin Trading Facility (MTF).

The purpose is to ensure transparency, risk awareness, and regulatory compliance in accordance with applicable SEBI and Exchange guidelines.

✔ SECTION A: RIGHTS & OBLIGATIONS OF THE STOCK BROKER

1. Eligibility & Approval

- The Broker may approve or reject MTF requests based on internal risk assessment and regulatory norms.
- The Broker may prescribe minimum balance, collateral type, and exposure limits.

2. Margin Collection & Monitoring

- The Broker will collect upfront margin as prescribed by SEBI and Exchanges.
- The Broker will continuously monitor margin adequacy and may require additional margin (margin call) if exposure increases or collateral value falls.

3. Liquidation Rights

- If the Client fails to meet margin calls within the stipulated time, the Broker may liquidate securities or collateral **without prior consent** to protect the interest of the Broker and maintain regulatory compliance.
- Liquidation may occur even without a margin call in extreme risk situations.

4. Interest & Charges

- The Broker may levy interest on funded positions at rates disclosed in the MTF agreement.
- Any change in interest rate will be communicated in advance.

5. Reporting & Communication

- The Broker will provide contract notes, margin statements, ledger statements, and MTF position reports as per regulatory timelines.
- The Broker will inform the Client of any changes in MTF policies, risk management practices, or regulatory requirements.

6. Corporate Actions

- The Broker will pass on benefits such as dividends, bonuses, and splits to the Client after adjusting for outstanding dues or obligations.

7. Risk Management

- The Broker may square off or reduce exposure in case of extreme volatility, regulatory restrictions, or risk to the Broker's capital.

8. Termination of MTF

- The Broker may terminate the MTF facility by giving notice to the Client, subject to settlement of outstanding dues.

✔ SECTION B: RIGHTS & OBLIGATIONS OF THE CLIENT

1. Eligibility & Documentation

- The Client must meet eligibility criteria prescribed by SEBI and the Broker.
- The Client must execute the MTF Agreement and provide required KYC, financial documents, and declarations.

2. Margin Maintenance

- The Client must maintain required margins at all times.
- The Client must respond promptly to margin calls and provide additional funds or securities when required.

3. Understanding of Risks

- The Client acknowledges that MTF involves leverage and market risk.
- The Client understands that losses may exceed the initial margin and that the Broker may liquidate positions without prior approval.

4. Collateral & Securities

- Securities pledged as collateral remain subject to the Broker's lien until obligations are cleared.
- The Client must ensure securities are free from encumbrances before pledging.

5. Interest & Charges

- The Client agrees to pay interest, fees, and charges as per the Broker's schedule.
- The Client must review statements regularly and report discrepancies promptly.

6. Corporate Actions

- The Client must provide instructions for corporate actions (e.g., buyback, rights issue) within the timelines specified by the Broker.

7. Communication & Updates

- The Client must keep contact details updated and review all communications from the Broker.
- The Client must monitor margin status and market conditions regularly.

8. Termination

- The Client may request termination of MTF after clearing all outstanding dues and closing funded positions.

✔ **SECTION C: RISK DISCLOSURE**

- MTF involves leverage, which can amplify both gains and losses.
- Market volatility may lead to rapid erosion of margin.
- Failure to meet margin calls may result in liquidation without prior notice.
- Interest costs may reduce or eliminate profits.
- Regulatory changes may impact MTF operations.

✔ **SECTION D: DECLARATION**

Client Declaration:

I have read, understood, and agree to the Rights & Obligations for Margin Trading Facility offered by **Trimurti Capital Broking LLP**. I understand the risks involved and agree to abide by all terms, conditions, and regulatory requirements.

Broker Declaration:

Trimurti Capital Broking LLP confirms that the MTF facility will be provided in accordance with SEBI and Exchange guidelines and that all disclosures have been made to the Client.

✔ **Signature Section**

Client	Broker (Trimurti Capital Broking LLP)
Name:	Authorized Signatory:
Signature:	Signature:
Date:	Date: