

Dear Customer,

Greetings from YES Securities (India) Limited!

This is in continuation to our earlier email with respect to SEBI Circular Ref. No. CIR/HO/MIRSD/DOP/CIR/P/2019/75 dated June 20, 2019 which has stipulated operational modalities for handling of client's securities by stock broker.

Pursuant to issuance of the above & subsequent circulars from SEBI/Exchanges', kindly note the important changes applicable as below:

A. Right to liquidate position in case of non/partial payment:

1. As per clause 2 of the circular, in case the client does not pay for securities bought & received in pay-out from the Exchange, then the broker is entitled to retain those securities only up to 5 trading days after pay-out. Accordingly, all identified unpaid securities can be held in CLIENT UNPAID SECURITIES ACCOUNT (CUSA) and if the client fails to meet its fund pay-in obligation, the broker shall liquidate the securities in the market to recover its dues. Under no circumstances, the securities of the clients received in pay-out can be retained by the broker beyond five trading days.
2. The unpaid securities shall be sold from the Unique Client Code (UCC) of the respective clients. Profit/loss on the sale transaction of the unpaid securities, if any, shall be transferred to/adjusted from the respective client accounts.
3. As SEBI circular mandates liquidation of securities in case of non-payment within 5 days from the pay-out date, no pre-order confirmation from clients are required.
4. In case of partial payment, YSL may retain full value of securities till the 5th day from the pay-out date. However, YSL shall within such 5 days and based on its Risk Management policy, may transfer the unpaid client securities to client's demat account or dispose-off the securities in proportion to the amount not received as it may deem fit. YES Securities (India) Ltd. (YSL) may in its sole discretion, determine the time of sell and/or securities to be disposed off and/or which open position is / are to be liquidated / closed in full or partial as per RMS and policy of procedures of the company

B. YSL Designated Demat Accounts and Modifications in POA pursuant to the above regulatory guideline:

In terms of SEBI circular CIR/MRD/DMS/28/2010 dated August 31, 2010, the list of clients' & brokers' Bank accounts & Demat accounts may be updated / amended by communication with clients without executing a new POA every time. Further, in view of the recent SEBI circular on Handling of client Securities, please note the revised list of Demat accounts as stipulated in POA whereby securities shall be transferred/moved between such accounts for operational modalities and for meeting exchange Margin/ settlement obligations. You are requested to make note of the above.

DP ID	Demat ID	Depository	Name of the Demat A/c
16014800	00494140	CDSL	NSE Pool Account
13083700	00000171	CDSL	SLBM Pool Account
IN303270	10055450	NSDL	NSE Pool Account
IN303270	10055468	NSDL	BSE Pool Account
IN303270	10927039	NSDL	Client Collateral Account
IN303270	10927047	NSDL	Client Collateral Account
13083700	00000226	CDSL	Client Collateral Account
13083700	00000245	CDSL	BSE Pool Account
13083700	00000230	CDSL	BSE Pool Account

C. Running Account Authorization:

Further, in terms of the regulatory guidelines, with respect to Running account authorization provided by you (as applicable) for settlement of funds and securities, we would like to inform your that settlement of securities shall be discontinued from your running account authorization. However, excess securities so held in "Client Collateral/Collateral" account for margin purpose and for pledging to Clearing Member/Clearing Corporation will be released to you as consented by you (i.e. once in every 30/90 days) after making necessary retention in accordance with NSE circular NSE/INSP/36889 dated 02-Feb-2018.

For any queries or need assistance, please email us at customer.service@ysil.in or call us on +91 22 7112 3123.

Sincerely,

YES Securities (India) Limited

yesinvest.in