KSN CREDENCE COMMODITIES TRADING PRIVATE LIMITED

POLICY ON GRANTING OF EXPOSURE TO CLIENTS

1. Objective

This Policy has been formulated by **Stockart** to establish a transparent and uniform framework for granting trading exposure to clients. The objective of the Policy is to ensure prudent risk management while facilitating trading activities in compliance with the applicable provisions of the SEBI Act, 1992, Securities Contracts (Regulation) Act, 1956, SEBI Rules and Regulations, SEBI Master Circulars, the Bye-laws, Rules and Regulations of the Stock Exchanges, Clearing Corporations and other regulatory directions issued from time to time.

2. Applicability

This Policy shall apply to all clients trading through Stockart in the Capital Market, Equity Derivatives, Currency Derivatives, Commodity Derivatives and any other segment in which the Company is admitted as a Trading Member.

3. Grant of Trading Exposure

Trading exposure shall be granted at the sole discretion of the Company after considering various risk parameters and subject to compliance with applicable regulatory requirements.

The exposure granted to a client shall primarily depend upon the margin available with the Company, the client's financial standing, trading pattern, settlement history, market conditions, liquidity of securities or contracts, volatility, concentration risk and such other parameters as may be considered appropriate by the Company's Risk Management Department.

The Company reserves the right to determine different exposure limits for different clients based on its internal risk assessment framework.

4. Margin Requirements

Clients shall maintain margins as prescribed by SEBI, the respective Stock Exchanges and Clearing Corporations from time to time.

The Company may, at its sole discretion, prescribe higher margins than those specified by the Exchanges whenever considered necessary in the interest of effective risk management.

Trading exposure shall remain subject to the availability of adequate margins at all times.

5. Review of Exposure

The exposure granted to a client shall be subject to continuous monitoring and may be reviewed at any time depending upon market conditions, margin availability, mark-to-market obligations, concentration in particular securities or contracts, surveillance measures, regulatory directions or any other risk parameter considered relevant by the Company.

The Company may increase, reduce, modify, suspend or withdraw the exposure granted to any client without prior notice whenever considered necessary for risk management purposes.

6. Additional Margin

The Company may require a client to deposit additional margin whenever deemed necessary due to increase in market volatility, regulatory changes, mark-to-market losses, concentration risk or any other circumstances affecting the client's risk profile.

Failure to provide the required margin within the time stipulated by the Company may result in reduction or withdrawal of trading exposure and/or liquidation of open positions without further notice.

7. Square-off of Positions

Without prejudice to any other rights available under law or the Client Registration Documents, the Company shall have the right to square off or partially square off the client's open positions and/or liquidate securities or collateral available with the Company in the event of insufficient margins, non-payment of obligations, failure to meet margin requirements, breach of exposure limits, regulatory directions or any other circumstances requiring immediate risk mitigation.

The Company shall not be liable for any losses arising on account of such action undertaken in accordance with applicable laws and contractual rights.

8. Restrictions on Trading

The Company may impose additional restrictions, reduce exposure or prohibit fresh positions in securities or contracts that are subject to regulatory restrictions, surveillance measures, enhanced margin requirements, abnormal volatility, low liquidity or any other risk identified by the Company.

9. Client Responsibility

The client shall ensure that sufficient funds, securities and margins are maintained with the Company at all times.

The client shall be solely responsible for monitoring the positions maintained in the trading account and for meeting all settlement and margin obligations within the prescribed timelines.

10. Company's Rights

The Company reserves the absolute right to refuse, limit, suspend or discontinue any exposure facility or trading facility extended to a client at any time without assigning any reason, if considered necessary in the interest of prudent risk management or to comply with regulatory requirements.

Nothing contained in this Policy shall be construed as creating any obligation upon the Company to grant or continue exposure to any client.

11. Regulatory Compliance

This Policy shall always be read in conjunction with the applicable provisions of the SEBI Act, Rules, Regulations, SEBI Master Circulars, Exchange Bye-laws, Rules and Regulations, Clearing Corporation requirements and all circulars, notifications and directions issued by the regulatory authorities from time to time.

In the event of any inconsistency between this Policy and any applicable law or regulatory requirement, the provisions of the applicable law, Exchange or Clearing Corporation shall prevail.

12. Review and Amendment

This Policy shall be reviewed from time to time to ensure its continued relevance and compliance with the applicable laws, regulations, SEBI circulars, Stock Exchange and Clearing Corporation requirements.

The Company reserves the right to amend, modify or replace this Policy at any time to give effect to any amendment in the applicable regulatory framework or to strengthen its internal risk management practices. Any such amendment shall become effective from the date determined by the Company unless otherwise specified by the regulatory authority.

Disclaimer: Trading in the securities market is subject to market risks. Grant of exposure is a risk management facility extended by the Company and shall not be construed as a commitment to provide any minimum level of exposure. The Company may adopt more stringent risk management measures than those prescribed by SEBI, the Stock Exchanges or Clearing Corporations whenever considered necessary.