

CLIENT REGISTRATION FORM FOR
INDIVIDUAL / HUF

(CAPITAL MARKET / F &O)



SVARN FINANCIAL SERVICES PVT. LTD.

Member - NSE (Capital Market & F&O Segment)
SEBI Regn. No. : INB 230886338, INF 230886338
Membership No. : 08863

Regd. Office :

BB-9, Greater Kailash (II) Enclave, New Delhi-110048

Corporate Office :

C-2, Greater Kailash (I) Enclave, New Delhi-110048
Tel.: 26242008, 009, 51631560, 562, 563, 564, Fax : 26242884
E-mail : svarn@eth.net, svarn@touchtelindia.net

Branch Office :

19/21, Bombay Mutual Chamber, Ambalal Doshi Marg,
Fort, Mumbai-400 026
Phone : 91-22-226443851, 86 Fax No. : 91-22-22651421
E-mail : rite@bom5.vsnl.net.in

Client Name: _____ **Client Code :** _____

GENERAL INSTRUCTIONS

- Please fill up the form in Capital Letters only.
- Please initial wherever overwriting is done.
- If the required information does not fit in the space provided, separate sheet may be used.
- Each client has to use one Registration Form. In case of joint names/family members, please submit separate form for each person.
- Following information must be treated as mandatory and not optional:
(i) Pin Code (ii) Tel. Nos. (iii) Father/Spouse Name (iv) Bank account details with MICR No. (v) DP ID details (vi) PAN and (vii) MAPIN - UIN (if allotted)
- Please provide the details:
 - If you are dealing through any other trading member
 - If you have any relationship with the trading member/director(s) of trading member (the relationship could be friend/spouse/employee/dealer etc.)
 - If you have any other account with us for any of your family member/associate
- Information provided shall be kept confidential and the same shall not be disclosed to any person/entity except as required under the law.
- Kindly provide Xerox copy of any two of the following documents *:
(a) PAN No. (b) Voter ID (c) Passport (d) Driving Licence (e) Bank Pass Book (f) Flat Maintenance Bill (g) Rent Agreement (h) Telephone Bill (i) Electricity Bill (j) Insurance Policy (k) Mapin UIN Card (l) Photo identity card issued by Employer registered under MAPIN
**Original document of the above may be required for verification at the time of registration.*
 - PAN No. is mandatory
 - Please sign in full wherever marked (x)

Please fill any two of the below for allotting Unique Client Code

1.	Pan No.		Ward/Circle
2.	Passport Number		
3.	Driving Licence No.		
4.	Election ID No.		

CHECK LIST

	Documents Required	Yes/No.	Remarks, if any
1	Basic Information completely filled in		
2	Photograph(s) with signature		
3	Annexure-A in case of sole proprietorship clients duly completed.		
4	Agreement signed on each page & Witnessed		
5	Stamp paper of earlier date (not more than 6 months) than the date of agreement		
6	Risk Disclosure Document signed on all pages (for both segments separately)		
7	Copy of Pan No. and Income Tax Return		
8	Proof of Residence		
9	Identity Proof		
10	Authority Letter / whether signed		
11	Letter from Banker certifying the Account Number		

For Office Use Only

Verified By : _____

Approved By: _____

Client Code Alloted : _____

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Affix your
Photo here
and sign on
photograph
Annexure A

Clearing Member (F&O Segments) :

GLOBE CAPITAL MARKET LIMITED

SEBI Regn. No.: INF 230663732 CM No. 50302 (F&O Segment)

609, Ansal Bhawan, 16, Kasturba Gandhi Marg, New Delhi-110001

Tel.: 23316916-20

Dear Sir,

I request you to register me as your client and enable me to trade in the Capital/F&O Segment of National Stock Exchange of India Ltd. pursuant to the Agreement entered into with you. I have read Rules, Bye-laws and Regulations of the Cash as well as the F&O Segment of National Stock Exchange of India Ltd. ("the Exchange") and agree to abide by them. In this regard, I give the following information :

PERSONAL DETAILS

Name of the Client : _____

(Surname)

(Name)

(Middle Name)

Father's/Spouse Name _____

Unique Identification Number (where obtained)

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Date of Birth : _____ Marital Status _____ Sex : M / F _____

Residence Address : _____

City _____ Pin Code _____ State _____ Country _____

Residential Status : Indian / NRI / Others _____

Telephone Numbers : (Resi.) _____ Fax No. _____

BANK AND DEPOSITORY ACCOUNT DETAILS

Bank Name (through which transactions will generally be routed) _____

Branch : _____

Address : _____

Account Type & No.: _____ MICR No. _____

(Copy of a cancelled Cheque leaf/pass book/bank statement containing your name should be submitted)

Depository Participant Name : _____

Address : _____

Your Account Number : _____ DP ID _____

Income Tax PAN No. : _____ Ward/Circle _____

OCCUPATION DETAILSOccupation : Employed Self Employed Business Professional House Wife Others

(Tick whichever is applicable)

If Employed

Name of the Employer : _____

Office Address : _____

City _____ Pin Code _____ State _____ Country _____

Telephone No. (Office) _____ Fax No. _____ Telex No. _____

If Self Employed / Business / Professional / Others

Name of the establishment : _____

Office Address : _____

City _____ Pin Code _____ State _____ Country _____

Telephone No. (Office) _____ Fax No. _____ Telex No. _____

FINANCIAL DETAILS OF THE CONSTITUENT

Income Range (Per Annum) : (Tick where applicable)

Below Rs, 1,00,000 Rs. 1,00,000 to Rs. 5,00,000 Rs. 5,00,000 to 10,00,000

Rs. 10,00,000 to Rs. 25,00,000 Above Rs. 25,00,000

INVESTMENT / TRADING EXPERIENCE

No Prior Experience

_____ Years in Stocks _____ Years in Derivatives _____ Years in Other investment related fields

TRADING PREFERENCE

A. Stock Exchanges on which you wish to trade (if the member is registered for such Exchanges) :

(Please tick in the relevant boxes)

1. (_____) 2. (_____) 3. (_____)

B. Market segments you wish to trade (if the member is registered for such segment) :

(Please tick in the relevant boxes)

1. Capital Market/ Cash Segment 2. Derivatives Market 3. Debit Market

Whether registered with any other broker-member : (If registered with multiple members, provide details of all)

Name of Broker _____ Name of Exchange _____ Client Code No. _____

Details of any action taken by SEBI/Stock exchange/any other authority for violation of securities laws/other economic offence.

REFERENCES

Introduction : Introduced by another constituent/director or employee of trading member/any other person (please specify)

Name of the Introducer : _____
(Surname) (Name) (Middle Name)

Signature _____

MAPIN UIN No. of introducer, if any : _____

Name and designation of the employee who interviewed the client : (Name) _____

Signature of the employee : _____ (Designation) _____

PLEASE SIGN THIS DECLARATION

I hereby declare that all the information and particulars given by me in this application are true to the best of my knowledge and belief. I agree to immediately inform you in writing if there is any change in any of the information given in this application. I also declare and agree that if any of the above statements is found to be incorrect or false or any information or particulars have been suppressed or omitted there from, I am liable to be debarred from doing business both in the Cash and F&O Segment of the Exchanges. I also agree to furnish such further information as you or the Exchanges may require from me and I agree that if I fail to give such information, you shall have the right to cancel my registration and the exchanges shall have the right to debar me from doing business both in the Cash and F&O Segments of the Exchanges.

Name		Signature	<input checked="" type="checkbox"/>
Place		Date	

ANNEXURE - A (HUF / PROP.)

SVARN FINANCIAL SERVICES PVT. LTD.

Member - NSE (Capital Market & F&O Segment)

SEBI Regn. No. : INB 230886338, INF 230886338

Membership No. : 08863

Corporate Office : C-2, Greater Kailash (I) Enclave, New Delhi-110048

Affix your
photo
here and sign
on photograph

Name :			
Father's / Husband Name			
Spouse Name			
Date of Birth		Sex	Male / Female
Designation			
Residential Address			
		Pin	
Phone No's			
Qualification			
Experience			
Income Tax (PAN/GIR No.)		MAPIN No.	

PLEASE PROVIDE DETAILS OF YOUR BANK ACCOUNT

Bank Name		Nature of Account	
Address		Account No.	
Telephone No. (s)		MICR No.*	

Please submit a letter from the banker certifying account number and the period from which this account is in operation.

(ANY TWO OF THE FOLLOWING PROOF OF THE IDENTITY SHOULD BE SUBMITTED)

Passport No.		Place of Issue	
Driving License No.			
Ration Card No.			
Voters Identity Card No.			

Date			
Place		Signature	x ()

*Affix a copy of cancelled cheque

ADJUSTMENT OF BALANCES IN FAMILY ACCOUNTS

Dated :

To,

SVARN FINANCIAL SERVICES PVT. LTD.

Corporate Office : C-2, Greater Kailash (I) Enclave,
New Delhi-110048

Dear Sir,

Sr.No.	Client Code of Family Member/Associates	Name of the Family Members / Associates	Category	Name of Father/Spouse
1				
2				
3				
4				
5				
6				
7				
8				

We the above mentioned family members have been regularly trading and investing on the NSE. For the purpose of operations with you, we agree to be treated as a family account.

We hereby authorise you to set off the outstanding of any nature whatsoever in any of the above mentioned account against credits of any nature whatsoever available or arising in any of the above accounts irrespective of the fact that such credits in the accounts may pertain to transactions in any segment of any Exchange and / or against the value of cash margin or collaterals provided to you by any member(s) of the family or otherwise also.

We agree to intimate you from time to time of any additions or deletions of Clients to the said family. We agree that any deletion shall take effect only on completion of settlement and adjustment of balance in all the accounts of the Clients belonging to the family.

In order to facilitate operations, we authorise you to maintain a running account instead of settlement to settlement clearance of dues or delivery of securities and no interest shall be payable by you on the same.

Thanking you,

Yours truly,

- | | |
|---------------------|---------------------|
| 1. x _____
Name: | 2. x _____
Name: |
| 3. x _____
Name: | 4. x _____
Name: |
| 5. x _____
Name: | 6. x _____
Name: |
| 7. x _____
Name: | 8. x _____
Name: |

Category : Individual/HUF/Partnership/Corporate/FII/FI/MF/NBFC/OCB/Bank/Others (please specify)

MEMBER AND CONSTITUENT AGREEMENT (NSE CAPITAL & F&O)

This agreement is made and executed at _____ this _____ day of _____, 20__ between **M/s. SVARN FINANCIAL SERVICES PVT. LTD.** a body corporate, incorporated under the provisions of the Companies Act, 1956, being a member of the National Stock Exchange (hereinafter called "the Exchange"), and having his/her/its corporate office at **C-2, Greater Kailash (I) Enclave, New Delhi-110048** (hereinafter called "the stock broker") which expression shall, unless repugnant to the context or meaning thereof, be deemed to mean and include himself in the capacity of a trading member while trading in the derivatives segment, his/her heirs, executors, administrators and legal representatives/the partners for the time being of the said firm, the survivor or survivors of them and their respective heirs, executors, administrators and legal representatives/its successors, as the case may be, of the One Part;

AND

_____, an individual/a sole proprietary concern/a partnership firm/a body corporate, registered/ incorporated, under the provisions of the Indian Partnership Act, 1932/the Companies Act, 1956, having his/her/its residence/registered office at _____ (hereinafter called "the client") which expression shall, unless repugnant to the context or meaning thereof, be deemed to mean and include his/her heirs, executors, administrators and legal representatives/the partners for the time being of the said firm, the survivor or survivors of them and their respective heirs, executors, administrators and legal representatives/its successors, as the case may be, of the Other Part;

Whereas the stock broker is registered as the stock broker of the Exchange with SEBI registration number **INB 230886338** in the Capital Market/ Cash Segment and SEBI registration number **INF 230886338** in the Futures and Options Segment.

Whereas the client is desirous of investing/trading in those securities/ contracts/other instruments admitted to dealings on the Exchange as defined in the Rules, Byelaws and Regulations of the Exchange and circulars issued thereunder from time to time.

Whereas the client has satisfied itself of the capacity of the stock broker to deal in securities and/or deal in derivatives contracts and wishes to execute its orders through the stock broker and the client shall from time to time continue to satisfy itself of such capability of the stock broker before executing orders through the stock broker.

Whereas the stock broker has satisfied and shall continuously satisfy itself about the genuineness and financial soundness of the client and investment objectives relevant to the services to be provided; and

Whereas the stock broker has taken steps and shall take steps to make the client aware of the precise nature of the Stock broker's liability for business to be conducted, including any limitations, the liability and the capacity in which the stock broker acts.

WHEREAS the stock broker and the client agree to be bound by all the Rules, Byelaws and Regulations of the Exchange and circulars issued there under and Rules and Regulations of SEBI and relevant notifications of Government authorities as may be in force from time to time.

Now, therefore, in consideration of the mutual understanding as set forth in this agreement, the parties thereto have agreed to the following terms and conditions:

1. The client agrees to immediately notify the stock broker in writing if there is any change in the information in the 'client registration form' provided by the client to the stock broker at the time of opening of the account or at any time thereafter.
2. The stock broker declares that it has brought the contents of the risk disclosure document to the notice of client and made him aware of the significance of the said document. The client agrees that:
 - a. He has read and understood the risks involved in trading on a stock exchange.
 - b. He shall be wholly responsible for all his investment decisions and trades.
 - c. The failure of the client to understand the risk involved shall not render a contract as void or voidable and the client shall be and shall continue to be responsible for all the risks and consequences for entering into trades in the segments in which the client chose to trade.
 - d. He is liable to pay applicable initial margins, withholding margins, special margins or such other margins as are considered necessary by the stock broker or the Exchange or as may be directed by SEBI from time to time as applicable to the segment(s) in which the client trades. The stock broker is permitted in its sole and absolute discretion to collect additional margins (even though not required by the Exchange, Clearing House/Clearing Corporation or SEBI) and the client shall be obliged to pay such margins within the stipulated time.
 - e. Payment of margins by the client does not necessarily imply complete satisfaction of all dues. In spite of consistently having paid margins, the client may, on the closing of its trade, be obliged to pay (or entitled to receive) such further sums as the contract may dictate/ require.
3. The Client agrees to pay to the stock broker brokerage and statutory levies as are prevailing from time to time and as they apply to the Client's account, transactions and to the services that stock broker renders to the Client. The stock broker agrees that it shall not charge brokerage more than the maximum brokerage permissible as per the rules, regulations and bye-laws of the relevant stock exchange/ SEBI.
4. The client agrees to abide by the exposure limits, if any, set by the stock broker or by the Exchange or Clearing Corporation or SEBI from time to time.
5. Without prejudice to the stock broker's other rights (including the right to refer a matter to arbitration), the stock broker shall be entitled to liquidate/close out all or any of the client's positions for non-payment of margins or other amounts, outstanding debts, etc. and adjust the proceeds of such liquidation / close out, if any, against the client's liabilities/ obligations. Any and all losses and financial charges on account of such liquidation/closing-out shall be charged to and borne by the client.
6. The stock broker agrees that the money/securities deposited by the client shall be kept in a separate account, distinct from his/its own account or account of any other client and shall not be used by the stock broker for himself/itself or for any other client or for any purpose other than the purposes mentioned in SEBI Rules and Regulations circulars/ guidelines/Exchanges Rules/Regulations/Bye-laws and circulars.
7. The client agrees to immediately furnish information to the stock broker in writing, if any winding up petition or insolvency petition has been filed or any winding up or insolvency order or decree or award is passed against him or if any litigation which may have material bearing on his capacity has been filed against him.
8. The stock broker agrees to inform the client and keep him apprised about trading/settlement cycles, delivery/payment schedules, any changes therein from time to time, and it shall be the responsibility in turn of the client to comply with such schedules/procedures of the relevant stock exchange.
9. In the event of death or insolvency of the client or his/its otherwise becoming incapable of receiving and paying for or delivering or transferring securities which the client has ordered to be bought or sold, stock broker may close out the transaction of the client and claim losses, if any, against the estate of the client. The client or his successors, heirs and assigns shall be entitled to any surplus which may result there from.

10. The stock broker agrees that it shall co-operate in redressing grievances of the client in respect of transactions routed through it and in removing objections for bad delivery of shares, rectification of bad delivery, etc. in respect of shares and securities delivered/to be delivered or received/to be received by the client.
11. The stock broker shall continue to be responsible for replacing bad deliveries of the client in accordance with applicable "Good & bad delivery norms" even after termination of the agreement and shall be entitled to recover any loss incurred by him in such connection from the client.
12. The stock broker shall ensure due protection to the client regarding client's rights to dividends, rights or bonus shares, etc. in respect of transactions routed through it and it shall not do anything which is likely to harm the interest of the client with whom and for whom it may have had transactions in securities.
13. The client and the stock broker agree to refer any claims and/or disputes to arbitration as per the Rules, Byelaws and Regulations of the Exchange and circulars issued thereunder as may be in force from time to time.
14. The stock broker hereby agrees that he shall ensure faster settlement of any arbitration proceedings arising out of the transactions entered into between him and the client and that he shall be liable to implement the arbitration awards made in such proceedings.
15. Information about default in payment/delivery and related aspects by a client shall be brought to the notice of the relevant stock Exchange(s). In case where defaulting client is a corporate entity/partnership/proprietary firm or any other artificial legal entity, then the name(s) of director(s)/ promoter(s)/Partner(s)/proprietor as the case may be, shall also be communicated to the relevant stock exchange(s).
16. The stock broker and the client agree to reconcile their accounts at the end of each quarter with reference to all the settlements where payouts have been declared during the quarter.
17. The stock broker and the client agree to abide by any award passed by the Ombudsman under the SEBI (Ombudsman) Regulations, 2003.
18. The stock broker and the client declare and agree that the transactions executed on the Exchange are subject to Rules, Byelaws and Regulations and circulars issued thereunder of the Exchange and all parties to such trade shall have submitted to the jurisdiction of such court as may be specified by the Byelaws and Regulations of the Exchange for the purpose of giving effect to the provisions of the Rules, Byelaws and Regulations of the Exchange and the circulars issued thereunder.
19. The instructions issued by an authorized representative, if any, of the client shall be binding on the client in accordance with the letter authorizing the said representative to deal on behalf of the said client.
20. Where the Exchange cancels trade(s) suo moto all such trades including the trade/s done on behalf of the client shall ipso facto stand cancelled.
21. This agreement shall forthwith terminate; if the stock broker for any reason ceases to be a member of the stock exchange including cessation of membership by reason of the stock broker's default, death, resignation or expulsion or if the certificate issued by the Board is cancelled.
22. The stock broker and the client shall be entitled to terminate this agreement without giving any reasons to the other party, after giving notice in writing of not less than one month to the other parties. Notwithstanding any such termination, all rights, liabilities and obligations of the parties arising out of or in respect of transactions entered into prior to the termination of this agreement shall continue to subsist and vest in /be binding on the respective parties or his / its respective heirs, executors, administrators, legal representatives or successors, as the case may be.
23. In addition to the specific rights set out in this Agreement, the stock broker and the client shall be entitled to exercise any other rights which the stock broker or the client may have under the Rules, Bye-laws and Regulations of the Exchange and circulars issued thereunder or Rules and Regulations of SEBI.
24. Words and expressions which are used in this Agreement, but which are not defined herein shall, unless the context otherwise requires, have the same meaning as assigned thereto in the Rules, Byelaws and Regulations of the Exchange and circulars issued thereunder.
25. The provisions of this agreement shall always be subject to Government notifications, any rules, regulations, guidelines and circulars issued by SEBI and Rules, Regulations and Bye laws of the relevant stock exchange that may be in force from time to time.
26. The stock broker hereby undertakes to maintain the details of the client as mentioned in the client registration form or any other information pertaining to the client in confidence and that it shall not disclose the same to any person/authority except as required under any law/regulatory requirements; Provided however that the stock broker may so disclose information about its his client to any person or authority with the express permission of the client.

This agreement can be altered, amended and /or modified by the parties mutually in writing without derogating from the contents of this Agreement. Provided however, if the rights and obligations of the parties hereto are altered by virtue of change in Rules and regulations of SEBI or Bye-laws, Rules and Regulations of the relevant stock Exchange, such changes shall be deemed to have been incorporated herein in modification of the rights and obligations of the parties mentioned in this agreement.

IN WITNESS THEREOF the parties to the Agreement have caused these presents to be executed as of the day and year first above written.

The client's Signature

The stock broker's Signature/

/ Authorised Signatory:

Authorised Signatory:

Signed by:

Signed by:

Title:

Title:

Name of the client:

Name of the stock broker: **Svarn Financial Services Pvt. Ltd.**

Witness:

Witness:

1.

1.

2.

2.

COMBINED RISK DISCLOSURE DOCUMENT FOR CAPITAL MARKET/CASH SEGMENT AND FUTURES & OPTIONS SEGMENT (TO BE GIVEN BY THE BROKER TO THE CLIENT)

This document is issued by the member of the National Stock Exchange of India (hereinafter referred to as "NSE") / The Stock Exchange, Mumbai (hereinafter referred to as "BSE") which has been formulated by the Exchanges in coordination with the Securities and Exchange Board of India (hereinafter referred to as "SEBI") and contains important information on trading in Equities and F&O Segments of NSE / BSE. All prospective constituents should read this document before trading on Capital Market/Cash Segment or F&O segment of the Exchanges. NSE/BSE/SEBI does neither singly or jointly and expressly nor impliedly guarantee nor make any representation concerning the completeness, the adequacy or accuracy of this disclosure document nor has NSE/BSE/SEBI endorsed or passed any merits of participating in the trading segments. This brief statement does not disclose all the risks and other significant aspects of trading. In the light of the risks involved, you should undertake transactions only if you understand the nature of the contractual relationship into which you are entering and the extent of your exposure to risk.

You must know and appreciate that investment in Equity shares, derivative or other instruments traded on the Stock Exchange(s), which have varying element of risk, is generally not an appropriate avenue for someone of limited resources/limited investment and/or trading experience and low risk tolerance. You should therefore carefully consider whether such trading is suitable for you in the light of your financial condition. In case you trade on NSE/BSE and suffer adverse consequences or loss, you shall be solely responsible for the same and NSE/BSE, its Clearing Corporation/Clearing House and/or SEBI shall not be responsible, in any manner whatsoever, for the same and it will not be open for you to take a plea that no adequate disclosure regarding the risks involved was made or that you were not explained the full risk involved by the concerned member. The constituent shall be solely responsible for the consequences and no contract can be rescinded on that account. You must acknowledge and accept that there can be no guarantee of profits or no exception from losses while executing orders for purchase and/or sale of a security or derivative being traded on NSE/BSE.

It must be clearly understood by you that your dealings on NSE/BSE through a member shall be subject to your fulfilling certain formalities set out by the member, which may inter alia include your filling the know your client form, client registration form, execution of an agreement, etc., and are subject to the Rules, Byelaws and Regulations of NSE/BSE and its Clearing Corporation, guidelines prescribed by SEBI and in force from time to time and Circulars as may be issued by NSE/BSE or its Clearing Corporation/Clearing House and in force from time to time.

NSE/BSE does not provide or purport to provide any advice and shall not be liable to any person who enters into any business relationship with any trading member and/or sub-broker of NSE/BSE and/or any third party based on any information contained in this document. Any information contained in this document must not be construed as business advice/investment advice. No consideration to trade should be made without thoroughly understanding and reviewing the risks involved in such trading. If you are unsure, you must seek professional advice on the same.

In considering whether to trade or authorize someone to trade for you, you should be aware of or must get acquainted with the following:-

1. BASIC RISKS INVOLVED IN TRADING ON THE STOCK EXCHANGE (EQUITY AND OTHER INSTRUMENTS)

1.1 Risk of Higher Volatility:

Volatility refers to the dynamic changes in price that securities undergo when trading activity continues on the Stock Exchange. Generally, higher the volatility of a security/contract, greater is its price swings. There may be normally greater volatility in thinly traded securities/contracts than in active securities/contracts. As

a result of volatility, your order may only be partially executed or not executed at all, or the price at which your order got executed may be substantially different from the last traded price or change substantially thereafter, resulting in notional or real losses.

1.2 Risk of Lower Liquidity:

Liquidity refers to the ability of market participants to buy and/or sell securities / contracts expeditiously at a competitive price and with minimal price difference. Generally, it is assumed that more the numbers of orders available in a market, greater is the liquidity. Liquidity is important because with greater liquidity, it is easier for investors to buy and/or sell securities / contracts swiftly and with minimal price difference, and as a result, investors are more likely to pay or receive a competitive price for securities / contracts purchased or sold. There may be a risk of lower liquidity in some securities / contracts as compared to active securities / contracts. As a result, your order may only be partially executed, or may be executed with relatively greater price difference or may not be executed at all.

1.2.1 Buying/selling without intention of giving and/or taking delivery of a security,

as part of a day trading strategy, may also result into losses, because in such a situation, stocks may have to be sold/purchased at a low/high prices, compared to the expected price levels, so as not to have any obligation to deliver/receive a security.

1.3 Risk of Wider Spreads:

Spread refers to the difference in best buy price and best sell price. It represents the differential between the price of buying a security and immediately selling it or

vice versa. Lower liquidity and higher volatility may result in wider than normal spreads for less liquid or illiquid securities / contracts. This in turn will hamper better price formation.

1.4 Risk-reducing orders:

Most Exchanges have a facility for investors to place "limit orders", "stop loss orders" etc". The placing of such orders (e.g., "stop loss" orders, or "limit" orders) which are intended to limit losses to certain amounts may not be effective many a time because rapid movement in market conditions may make it impossible to execute such orders.

1.4.1 A "market" order will be executed promptly, subject to availability of orders on opposite side, without regard to price and that, while the customer may receive a prompt execution of a "market" order, the execution may be at available prices of outstanding orders, which satisfy the order quantity, on price time priority. It may be understood that these prices may be significantly different from the last traded price or the best price in that security.

1.4.2 A "limit" order will be executed only at the "limit" price specified for the order

or a better price. However, while the customer receives price protection, there is a possibility that the order may not be executed at all.

1.4.3 A stop loss order is generally placed "away" from the current price of a stock / contract, and such order gets activated if and when the stock / contract reaches, or trades through, the stop price. Sell stop orders are entered ordinarily below the current price, and buy stop orders are entered ordinarily above the current price. When the stock reaches the pre-determined price, or trades through such price, the stop loss order converts to a market/limit order and is executed at the limit or better. There is no assurance therefore that the limit order

will be executable since a stock / contract might penetrate the pre-determined price, in which case, the risk of such order not getting executed arises, just as with a regular limit order.

1.5 Risk of News Announcements:

Issuers make news announcements that may impact the price of the securities / contracts. These announcements may occur during trading, and when combined with lower liquidity and higher volatility, may suddenly cause an unexpected positive or negative movement in the price of the security / contract.

1.6 Risk of Rumours:

Rumours about companies at times float in the market through word of mouth, newspapers, websites or news agencies, etc. The investors should be wary of and should desist from acting on rumours.

1.7 System Risk:

High volume trading will frequently occur at the market opening and before market close. Such high volumes may also occur at any point in the day. These may cause delays in order execution or confirmation.

1.7.1 During periods of volatility, on account of market participants continuously modifying their order quantity or prices or placing fresh orders, there may be delays in order execution and its confirmations.

1.7.2 Under certain market conditions, it may be difficult or impossible to liquidate

a position in the market at a reasonable price or at all, when there are no outstanding orders either on the buy side or the sell side, or if trading is halted in a security due to any action on account of unusual trading activity or stock hitting

circuit filters or for any other reason.

1.8 System/Network Congestion:

Trading on NSE/BSE is in electronic mode, based on satellite/leased line based communications, combination of technologies and computer systems to place and route orders. Thus, there exists a possibility of communication failure or system problems or slow or delayed response from system or trading halt, or any such other problem/glitch whereby not being able to establish access to the trading system/network, which may be beyond the control of and may result in delay in processing or not processing buy or sell orders either in part or in full. You are cautioned to note that although these problems may be temporary in nature, but when you have outstanding open positions or unexecuted orders, these represent a risk because of your obligations to settle all executed transactions.

2. As far as Futures and Options segment is concerned, please note and get yourself acquainted with the following additional features:-

2.1 Effect of "Leverage" or "Gearing"

The amount of margin is small relative to the value of the derivatives contract so the transactions are 'leveraged' or 'geared'.

Derivatives trading, which is conducted with a relatively small amount of margin, provides the possibility of great profit or loss in comparison with the principal investment amount. But transactions in derivatives carry a high degree of risk.

You should therefore completely understand the following statements before actually trading in derivatives trading and also trade with caution while taking into account one's circumstances, financial resources, etc. If the prices move against you, you may lose a part of or whole margin equivalent to the principal investment amount in a relatively short period of time. Moreover, the loss may exceed the original margin amount.

- A. Futures trading involves daily settlement of all positions. Every day the open positions are marked to market based on the closing level of the index. If the index has moved against you, you will be required to deposit the amount of loss (notional) resulting from such movement. This margin will have to be paid within a stipulated time frame, generally before commencement of trading next day.
- B. If you fail to deposit the additional margin by the deadline or if an outstanding debt occurs in your account, the broker/member may liquidate a part of or the whole position or substitute securities. In this case, you will be liable for any losses incurred due to such close-outs.
- C. Under certain market conditions, an investor may find it difficult or impossible to execute transactions. For example, this situation can occur due to factors such as illiquidity i.e. when there are insufficient bids or offers or suspension of trading due to price limit or circuit breakers etc.
- D. In order to maintain market stability, the following steps may be adopted: changes in the margin rate, increases in the cash margin rate or others. These new measures may also be applied to the existing open interests. In such conditions, you will be required to put up additional margins or reduce your positions.
- E. You must ask your broker to provide the full details of the derivatives contracts you plan to trade i.e. the contract specifications and the associated obligations.

2.2. Risk of Option holders

1. An option holder runs the risk of losing the entire amount paid for the option in a relatively short period of time. This risk reflects the nature of an option as a wasting asset which becomes worthless when it expires. An option holder who neither sells his option in the secondary market nor exercises it prior to its expiration will necessarily lose his entire investment in the option. If the price of the underlying does not change in the anticipated direction before the option expires to an extent sufficient to cover the cost of the option, the investor may lose all or a significant part of his investment in the option.
2. The Exchange may impose exercise restrictions and have absolute authority to restrict the exercise of options at certain times in specified circumstances.

2.3 Risks of Option Writers

1. If the price movement of the underlying is not in the anticipated direction, the option writer runs the risks of losing substantial amount.
2. The risk of being an option writer may be reduced by the purchase of other options on the same underlying interest and thereby assuming a spread position or by acquiring other types of hedging positions in the options markets or other markets. However, even where the writer has assumed a spread or other hedging position, the risks may still be significant. A spread position is not necessarily less risky than a simple 'long' or 'short' position.
3. Transactions that involve buying and writing multiple options in combination, or buying or writing options in combination with buying or selling short the underlying interests, present additional risks to investors. Combination transactions, such as option spreads, are more complex than buying or writing a single option. And it should be further noted that, as in any area of investing, a complexity not well understood is, in itself, a risk factor. While this is not to suggest that combination strategies should not be considered, it is advisable, as is the case with all investments in options, to consult with someone who is experienced and knowledgeable with respect to the risks and potential rewards of combination transactions under various market circumstances.

3. GENERAL

3.1 Commission and other charges

Before you begin to trade, you should obtain a clear explanation of all commission, fees and other charges for which you will be liable. These charges will affect your net profit (if any) or increase your loss.

3.2 Deposited cash and property

You should familiarise yourself with the protections accorded to the money or other property you deposit particularly in the event of a firm insolvency or bankruptcy. The extent to which you may recover your money or property may be governed by specific legislation or local rules. In some jurisdictions, property which has been specifically identifiable as your own will be pro-rated in the same manner as cash for purposes of distribution in the event of a shortfall. In case of any dispute with the member, the same shall be subject to arbitration as per the byelaws/regulations of the Exchange.

3.3 For rights and obligations of the clients, please refer to Annexure-1 enclosed with this document.

3.4 The term 'constituent' shall mean and include a client, a customer or an investor, who deals with a member for the purpose of acquiring and/or selling of securities through the mechanism provided by NSE/BSE.

3.5 The term 'member' shall mean and include a trading member, a broker or a stock broker, who has been admitted as such by NSE/BSE and who holds a registration certificate as a stock broker from SEBI.

I hereby acknowledge that I have received and understood this risk disclosure statement and Annexure-1 containing my rights and obligations.

Customer Signature
(If Partner, Corporate, or other Signatory, then attest with company seal.)

DD MMM YYYY

ANNEXURE-1

INVESTORS' RIGHTS AND OBLIGATIONS:

- 1.1 You should familiarise yourself with the protection accorded to the money or other property you may deposit with your member, particularly in the event of a default in the stock market or the broking firm's insolvency or bankruptcy.
- 1.1.1 Please ensure that you have a documentary proof of your having made deposit of such money or property with the member, stating towards which account such money or property deposited.
- 1.1.2 Further, it may be noted that the extent to which you may recover such money or property may be governed by the Bye-laws and Regulations of NSE/BSE and the scheme of the Investors' Protection Fund in force from time to time.
- 1.1.3 Any dispute with the member with respect to deposits, margin money, etc., and producing an appropriate proof thereof, shall be subject to arbitration as per the Rules, Byelaws/Regulations of NSE/BSE or its Clearing Corporation / Clearing House.
- 1.2 Before you begin to trade, you should obtain a clear idea from your member of all brokerage, commissions, fees and other charges which will be levied on you for trading. These charges will affect your net cash inflow or outflow.
- 1.3 You should exercise due diligence and comply with the following requirements of the NSE/BSE and/or SEBI:
 - 1.3.1 Please deal only with and through SEBI registered members of the Stock Exchange and are enabled to trade on the Exchange. All SEBI registered members are given a registration no., which may be verified from SEBI. The details of all members of NSE/BSE and whether they are enabled to trade may be verified from NSE/BSE website (www.nseindia.com / www.bseindia.com).
 - 1.3.2 Demand any such information, details and documents from the member, for the purpose of verification, as you may find it necessary to satisfy yourself about his credentials.
 - 1.3.3 Furnish all such details in full as are required by the member as required in "Know Your Client" form, which may also include details of PAN or Passport or Driving Licence or Voters Id, or Ration Card, bank account and depository account, or any such details made mandatory by SEBI/NSE at any time, as is available with the investor.
 - 1.3.4 Execute a broker-client agreement in the form prescribed by SEBI and/or the Relevant Authority of NSE or its Clearing Corporation / Clearing House from time to time, because this may be useful as a proof of your dealing arrangements with the member.
 - 1.3.5 Give any order for buy or sell of a security in writing or in such form or manner, as may be mutually agreed. Giving instructions in writing ensures that you have proof of your intent, in case of disputes with the member.
 - 1.3.6 Ensure that a contract note is issued to you by the member which contains minute records of every transaction. Verify that the contract note contains details of order no., trade number, trade time, trade price, trade quantity, name of security, client code allotted to you and showing the brokerage separately.

Contract notes are required to be given/sent by the member to the investors latest on the next working day of the trade. Contract note can be issued by the member either in electronic form using digital signature as required, or in hard copy. In case you do not receive a contract note on the next working day or at a mutually agreed time, please get in touch with the Investors Grievance Cell of NSE/BSE, without delaying.
 - 1.3.7 Facility of Trade Verification is available on NSE/BSE website (www.nseindia.com / www.bseindia.com), where details of trade as mentioned in the contract note may be verified from the trade date upto five trading days. Where trade details on the website, do not tally with the details mentioned in the contract note, immediately get in touch with the Investors Grievance Cell of NSE/BSE.
 - 1.3.8 Ensure that payment/delivery of securities against settlement is given to the concerned member within one working day prior to the date of pay-in announced by NSE/BSE or its Clearing Corporation / Clearing House. Payments should be made only by account payee cheque in favour of the firm/company of the trading member and a receipt or acknowledgement towards what such payment is made be obtained from the member. Delivery of securities is made to the pool account of the member rather than to the beneficiary account of the member.
 - 1.3.9 In case pay-out of money and/or securities is not received on the next working day after date of pay-out announced by NSE/BSE or its Clearing Corporation / Clearing House, please follow-up with the concerned member for its release. In case pay-out is not released as above from the member within five working days, ensure that you lodge a complaint immediately with the Investors' Grievance Cell of NSE/BSE.
 - 1.3.10 Every member is required to send a complete 'Statement of Accounts', for both funds and securities settlement to each of its constituents, at such periodicity as may be prescribed by time to time. You should report errors, if any, in the Statement immediately, but not later than 30 calendar days of receipt thereof, to the member. In case the error is not rectified or there is a dispute, ensure that you refer such matter to the Investors Grievance Cell of NSE/BSE, without delaying.
 - 1.3.11 In case of a complaint against a member/registered sub-broker, you should address the complaint to the Office as may be specified by NSE/BSE from time to time.
- 1.4 In case where a member surrenders his membership, NSE/BSE gives a public notice inviting claims, if any, from investors. In case of a claim, relating to "transactions executed on the trading system" of NSE/BSE, ensure that you lodge a claim with NSE/BSE/NSCCL/Clearing House within the stipulated period and with the supporting documents.
- 1.5 In case where a member is expelled from trading membership or declared a defaulter, NSE/BSE gives a public notice inviting claims, if any, from investors. In case of a claim, relating to "transactions executed on the trading system" of NSE/BSE, ensure that you lodge a claim with NSE/BSE within the stipulated period and with the supporting documents.
- 1.6 Claims against a defaulter/expelled member found to be valid as prescribed in the relevant Rules/Bye-laws and the scheme under the Investors' Protection Fund (IPF) may be payable first out of the amount vested in the Committee for Settlement of Claims against Defaulters, on pro-rata basis if the amount is inadequate. The balance amount of claims, if any, to a maximum amount of Rs.10 lakhs per investor claim, per defaulter/expelled member may be payable subject to such claims being found payable under the scheme of the IPF.



Notes:

1. The term 'constituent' shall mean and include a client, a customer or an investor, who deals with a trading member of NSE/BSE for the purpose of acquiring and / or selling of securities through the mechanism provided by NSE/BSE.
2. The term 'member' shall mean and include a member or a broker or a stock broker, who has been admitted as such by NSE/BSE and who holds a registration certificate as a stock broker from SEBI.
3. NSE/BSE may be substituted with names of the relevant exchanges, wherever applicable.

Client Name : _____

Date : _____

Client Code : CM F&O

SVARN FINANCIAL SERVICES PVT. LTD.

Member - NSE (Capital Market & F&O Segment)

SEBI Regn. No. : INB 230886338, INF 230886338

Corporate Office : C-2, Greater Kailash (I) Enclave, New Delhi-110048

Dear Sirs,

Sub: Letter of Authority . - NSE

I am dealing in securities with you at NSE Capital and F & O market segments and in order to facilitate ease of operations, I authorize you as under:

1. I authorise you to setoff outstanding in any of my accounts against credits available or arising in any other accounts maintained with you irrespective of the fact that such credits in the accounts may pertain to transactions in any segment of the Exchange and/or against the value of cash margin or collateral shares provided to you by me.
2. I hereby authorise you not to provide me Order Confirmation / Modification / Cancellation Slips and Trade Confirmation Slips to avoid unnecessary paper work. I shall get the required details from contracts issued by you.
3. I request you to retain credit balance in any of my account and to use the idle funds towards my margin/future obligations at both the Exchanges unless I instruct you otherwise.
4. I request you to retain Securities in your Demat account for my margin/future obligations at both the Segments, unless I instruct you to transfer the same to my account
5. I request you to consider my telephonic instructions for order placing/order modification/order cancellation as a written instruction and give us all the confirmation on telephone unless instructed otherwise in writing. I am getting required details from contracts issued by you.
6. I will collect from your office contract notes, bills, securities, etc. as per my convenience.
7. I request that you may send/despatch me contract notes other documents through E-mail : on my designated e-mail address of _____.

I stress that I will not hold you responsible under any circumstances in the event of an e-mail which you send gets bounced due to any reason such as mail box being full, inactive account or due to any technical reason beyond your control.

8. I will completely rely on the log reports of your despatching software as a conclusive proof of dispatch of e-mail to me and will not dispute the same.
9. I will inform you the change in my e-mail, if any, in future either by regd. post or through a digitally signed e-mail.
10. Trading on NSE is in Electronic Mode, based on VSAT, leased line, ISDN, Modem and VPN, combination of technologies and computer systems to place and route orders.

I understand that there exists a possibility of communication failure or system problems or slow or delayed response from system or trading halt, of any such other problem/glitch whereby not being able to establish access to the trading system/network, which may be beyond the control of and may result in delay in processing or note processing buy or sell orders either in part or in full.

I agree that I shall be fully liable and responsible for any such problems / glitch.

11. I confirm that I will not sublet the trading terminal on any term of connectivity from my place without your prior approval.
12. I/we shall abide by the rules regulations / guidelines circulars of the exchange issue from time to time as applicable and shall be liable for non-adherence.

Thanking you,

Yours faithfully,

x (Client Signature)

(In case of Corporates. please affix company seal)

DISCLOSURE INFORMATION

To,

Sir,

This is to inform you that we Svarn Financial Services Pvt. Ltd. do client based trading and Pro-account trading.

Thanks and best regards

For Svarn Financial Services Pvt. Ltd.

(Authorised Signatory)

I acknowledge receipt of your information that you do client based trading and Pro account trading.

(Client)

ANNEXURE - III

(MATTER TO BE PRINTED ON NON JUDICIAL STAMP PAPER OF RS. 50/-)

THIS NON JUDICIAL STAMP PAPER OF RS. 50/- FORMS PART & PARCEL OF ENCLOSED MEMBER CLIENT AGREEMENT BETWEEN M/S. SVARN FINANCIAL SERVICES PVT. LTD. AND

(CLIENT.)

For SVARN FINANCIAL SERVICES PVT. LTD.

(Authorised Signatory)

CLIENT

FORM NO. 60

{See third provision to rule 114B}
Form of declaration to be filled by a person who does not have either a permanent account number or General Index Register Number and who makes payment in cash in respect of transaction specified in clauses (a) to (h) to rule 114B

1. Full name and address of the declarant.....
.....
.....

2. Particulars of Transaction

3. Amount of the Transaction

4. Are you assessed to Tax Yes/No

5. If yes

(i) Details of Ward Circle Range where the last return of income was filed.

(ii) Reason for not having permanent account number General Index Register Number

6. Details of the document being produced in support of address in column (1)

.....

Verification

I.....do hereby

declare that what is stated above is true to the best of my knowledge and belief.

Verify today the.....day of

Date :

Place :

.....

Signature of the declarant

