In our endeavor to keep you updated of any important operational change pertaining to your trading A/C, we wish to inform you that as per the latest circular (SEBI circular Ref. No: CIR/HO/MIRSD/DOP/CIR/P/2019/75 dated 20/06/2019 & SEBI/HO/MIRSD/DOP/CIR/P/2019/95 dated 29/08/2019) regarding Handling of Clients' securities by Trading Members / Clearing Members & guidelines thereon w.r.t. changes in Policy and Procedure document of members, kindly note that 5th Point of Policies and Procedures viz; " **Sell of Securities or Closing Open position**"; has been modified w.e.f. 1st October 2019 as below:

(Reference para 8 of SEBI Circular No. MIRSD/SE/CIR-19/2009 dated December 03, 2009)

Sell of Securities or Closing Open position without giving notice to the client, on account of non-payment of client's dues (limited to the extent of settlement/margin obligation)

If a client fails to make payment of any consideration due to A C Choksi Share Brokers Pvt. Ltd. (Hereafter referred as **ACCSBPL**) in respect of any one or more securities purchased by him before the pay-in date notified by the Exchange from time to time, ACCSBPL shall be at liberty to sell / liquidate the securities received in pay-out, as per the policy of ACCSBPL, after taking into account any amount lying to the credit of the Client. The profit/loss, if any on account of liquidation shall be to the account of the Client. Without prejudice to ACCSBPL other rights, ACCSBPL shall be entitled to liquidate/close out all or any of the Client's positions, without giving notice to the Client, for non-payment of margins or other amounts, outstanding debts, etc. ACCSBPL on best effort basis will try and inform the client and give him reasonable time for payment. However it will be the responsibility of client to track his margins/obligations by going through margin statements sent to the client on daily basis. Any and all losses and financial charges on account of such liquidation/closing-out shall be charged to and borne by the Client.

Client's Securities can be kept in Client collateral account for margin purpose or onward transfer to Collateral Account or for transferring to Clearing Members. Excess securities, so held in "Client Collateral/Collateral" account will be released to clients along with their funds' settlement (i.e. once in every 30/90 days) after making necessary retention in accordance with exchange guidelines pertaining to the same.

ACCSBPL has the right but not obligation, to cancel all pending orders and to sell/close/ liquidate all open position /securities / shares when mark to market percentage reaches or crosses stipulated margin percentage, whichever is earlier. In the event of such square off, the client agrees to bear all the losses based on actual executed prices. The client shall also be solely liable for all and any penalties and charges levied by the exchange(s).

In accordance with SEBI circular CIR/HO/MIRSD/DOP/CIR/P/2019/2019 dated June 20, 2019 a stock broker (i.e. ACCSBPL) shall be entitled to liquidate the securities of the client in case of non-payment within 5 days from payout day. Such securities will be dealt with as per the RMS policy of broker, updated and displayed on website http://www.acchoksi.com/ from time to time. As per the guidelines, Securities purchased by the clients will either be transferred to client's demat account or will be disposed off ; in case of non- payment within five days from payout; and hence the Running Account Authorization will be done for funds as per the relevant exchange circulars/guidelines and clauses applicable to settlement of securities shall be deemed to be deleted.