

REVOCABLE VOLUNTARY DISCLOSURE FOR INTRADAY PRODUCT TRADING FACILITY

Date: _____

To,
Stewart & Mackertich Wealth Management Ltd.
5F Vaibhav, 4 Lee Road, Kolkata 700020.

Re: Application to enlist for Intraday Product Trading Facility

My Client Code: _____

1. I/We know and appreciate that trading in Equity Shares, Derivative Contracts (in Equity, Currency, Commodities & Interest) 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. I/We shall therefore carefully consider whether such trading is suitable for me/us in the light of my/our financial condition. In case I/We trade on Stock Exchanges and suffer adverse consequences or loss, I/We shall be solely responsible for the same and Stock Exchanges/its Clearing Corporation and/or SEBI shall not be responsible, in any manner whatsoever, for the same and it will not be open for me/us to take a plea that no adequate disclosure regarding the risks involved was made or that I/We were not explained the full risk involved by Stewart & Mackertich Wealth Management Ltd. (in short "Stewart & Mackertich"). I/We shall be solely responsible for the consequences and no contract can be rescinded on that account. I/We 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 derivative contract/s being traded on Stock Exchanges.
2. I/We understand that in the Derivative Contracts, 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 margin amount. But transactions in derivatives carry a high degree of risk, with unlimited gains and/or unlimited losses.
3. I/We understand that 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, I/We may lose all or a significant part of his investment in the option.

4. I/We understand that the Exchanges may impose exercise restrictions and have absolute authority to restrict the exercise of options at certain times in specified circumstances.
5. I/We understand that if the price movement of the underlying is not in the anticipated direction, the option writer runs the risks of losing substantial amount.
6. I/We understand that 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.
7. I/We understand that 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 of transactions, such as option spreads, are more complex than buying or writing a single option and as in any area of investing, a complexity not well understood is, in itself, a risk factor.
8. I/We understand that 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.
9. I/We understand that liquidity refers to the ability of market participants to buy and/or sell securities / derivatives 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 / derivatives contracts swiftly and with minimal price difference, and as a result, investors are more likely to pay or receive a competitive price for securities / derivatives contracts purchased or sold. There may be a risk of lower liquidity in some securities / derivatives contracts as compared to active securities / derivatives contracts. As a result, my/our order may only be partially executed, or may be executed with relatively greater price difference or may not be executed at all.
10. I/We understand that trading on exchanges 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 control and may result in delay in processing or not processing buy or sell orders either in part or in full. I/We will be cautious to note that although these problems may be temporary in nature, but when I/We will have outstanding open positions or unexecuted orders, these may represent a risk because of my/our obligations to settle all executed transactions.

IN THE AFORESAID, I/WE HEREBY VOLUNTARILY DECLARE THAT:

- I/We am/are registered with Stewart & Mackertich Wealth Management Ltd. for dealing in Capital Market / Equity-Derivative Market / Currency Derivative Market / Commodity Derivative Market, having Unique Client Code, as mentioned hereinabove.
- I/We understand that Stewart & Mackertich has designed Intraday Product Trading Facility to give higher exposure to investors for intra-day trading in Equity Derivatives, Currency and Commodity Markets with enhanced exposure, being beneficial to intraday traders seeking a higher leverage.
- Upon perusing the risks mentioned hereinabove, I/We am/are interested in availing of the facility offered by you in Intraday Product Trading Facility in the Market Segments of various Exchanges in which I/We am/are registered with you for trading and request you to extend such facilities in my/our aforesaid Trading Account.
- I/We confirm that I/We am/are aware of the Intraday Product and its features and have clearly understood the risks associated with Intraday Trading. I/We understand that we are allowed a higher leverage in the Intraday Trading Facility as compared to trades in the regular market positions and, therefore, while the opportunity for making profits on the investment is magnified, the risk of loss would also be enlarged correspondingly.
- I/We understand that Intraday Trading Facility would be allowed only if the margin required under the Facility is already available in my/our account with you. I/We agree and accept that enlisting me/us for the Intraday Trading Facility shall not oblige you to place Intraday Orders requested by me in any scrips/ Derivative Contracts even though margin required for placing a trade order under the Facility is available in my/our account. I/we also understand and agree that the option to convert my/our Intraday trade positions to carry forward positions is subject to full margin being made available upfront unless such margin is already lying to the credit of my/our account with you.

- I/We am/are aware and agree that under the Facility, unless the positions are carried forward as stated above, all open positions shall be squared off by Risk Management Team at the prescribed cut-off time on the same day of their acquisition, unless the positions are sooner squared off upon the positions incurring a loss to the extent of the prescribed maximum limit or more as may be determined by you from time to time.

- I/we agree and accept that if for any reason beyond your control, like force majeure causes, disruptions in the communication network, system failure, slow or delayed response from system, trading halts, or the Exchange applying circuit filters because of which the open Intraday positions could not be squared off on T-Day and are carried forward to T+1 Day, you are expected only to square off such open positions on a best effort basis, as soon as may be, and any and all losses, including but not limited to price difference, margin shortfall, surveillance margin, penalty, interest, etc., arising from such events will be to my/our account.

- I/We agree and voluntarily accept that I/We will not hold Stewart & Mackertich Wealth Management Ltd., its Directors, Key Manegerial Persons, Officers or employees liable for any losses which I/we may sustain and incurr as a consequence of availing of this Intraday Product Trading Facility.

All the aforesaid terms and conditions of the declaration for availing the Intraday Product Trading Facility, which have been read, explained, understood and thereafter executed by me/us shall remain effective and in force in all respect until terminated in terms thereof, till I revoke this Voluntary Declaration.

Signature: _____
(with date)

Name: _____

Address: _____