

# Advisory for Investors

## Attention Investors!

1. Beware of fixed/guaranteed/regular returns/ capital protection schemes. Brokers or their authorized agents are not permitted to offer fixed/guaranteed/regular returns/ capital protection on your investment or authorized to enter into any arrangement that in case of default of a member claim for funds or securities given to the broker under any arrangement. For more details, please refer to the norms of the Investor Protection Committee of the Exchange as per the approved norms.

2. Do not keep funds idle with the Stock Broker. Please note that your stock broker has to return the funds within 30 calendar days of any transaction. Please note that in case of default of a Member, claim for funds will be subject to norms accepted by the relevant Committee of the Exchange as per the approved norms.

3. Check the frequency of accounts settlement opted for. If you have opted for running account, please note that the settlement will be done in 90 days (or 30 days if you have opted for 30 days settlement). In case of declaration of trading member as defaulter, the settlement will be subject to norms for eligibility of claims for compensation from IPF to the clients of the defaulter member.

## These norms are available on Exchange website at following link:

[https://www.bseindia.com/static/investors/Claim\\_against\\_Defaulter.aspx](https://www.bseindia.com/static/investors/Claim_against_Defaulter.aspx)

<https://www.nseindia.com/invest/about-defaulter-section>

4. Brokers are not permitted to accept transfer of securities as margin. Securities offered as margin should be only by way of 'margin pledge', created in the Depository system. Clients are not permitted to pledge securities to broker for any reason. Broker can take securities belonging to clients only for settlement of securities.

5. Always keep your contact details viz. Mobile number/Email ID updated with the stock broker. Ensure that the details are updated in Exchange records. You must immediately take up the matter with Stock Broker/Exchange if there is any discrepancy.

6. Don't ignore any emails/SMSs received from the Exchange for trades done by you. Verify the settlement statement report discrepancy, if any, to your broker in writing immediately and if the Stock Broker does not respond, raise a concern to the exchange.

7. Check messages sent by Exchanges on a weekly basis regarding funds and securities balances. Compare the balances sent by broker and immediately raise a concern to the exchange if you notice a discrepancy.

8. Please do not transfer funds, for the purposes of trading to anyone, including an authorized person, without the approval of the exchange.