

**RISK MANAGEMENT
&
SURVEILLANCE**

GLOBE CAPITAL (IFSC) LIMITED

Risk Management and Surveillance:

Trading Member Operations:

We have a client level risk management system wherein the margins/collaterals of all the clients are uploaded to the front office software of the Company. The Exposure is allotted based on the margin/collaterals available with us.

Margin is collected upfront from all the clients. Margins are collected through eligible banking instruments of mapped bank accounts of the client, and other eligible instruments as prescribed by SEBI/IFSCA/Exchange from time to time. Different forms of margin/collaterals which may be collected are Funds, Bank Guarantee, Fixed Deposits, etc.

The clients are allowed to execute transactions and the margin/exposure is blocked based on the exposure availed by the client.

In case of Margin shortage in Derivative segment the clients are called upon to make the payments promptly. Failure in making payments automatically results in blocking the client from increasing the position or squaring off his position.

Clearing Member Operations:

The Trading members are allowed exposure based on the available margins. Margin is collected upfront from all the TMs. Margins are collected through eligible banking instruments of mapped bank accounts of the Trading Member and other eligible instruments as prescribed by SEBI/IFSCA/Exchange from time to time. Different forms of margin/collaterals which may be collected are Funds, Bank Guarantee, Fixed Deposits, etc.

The Trading Members are insisted upon to pay the margins as per the Exchange stipulations and the same is reported to the Exchange on a day to day basis. In case of shortfall the members are insisted to replenish the deficit immediately.

Apart from monitoring the availability of margins and recovery of Debit balance, we also identify the incidents which in our opinion, require to be scrutinized.