

2010/06/47

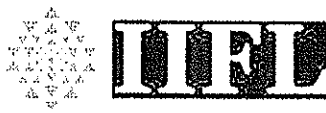
June 24, 2010

To All,

Sub: Addition of new points to existing RMS Policy

Kindly note the following additions to our existing RMS Policy:

- a. For the trade done on T day, the client shall be required to make a payment to IIFL towards the trade obligation on or before T+1 day.
- b. Client whose adjusted ledger debit balance (ALB) is less than 75% of the value of approved securities held on behalf of the client (in client's Demat account, IIFL pool account, client beneficiary account and client margin account) as per IIFL's policy will be allowed to hold the position maximum for 5 days from the trade date. Client shall be required to make the full payment towards the trade obligations latest by T+6 day.
- c. In case the client fails to make the payments, either by making funds payment or selling the securities in its account by T+6th day, risk selling will be triggered and securities held on behalf of the client by IIFL to the extent of payment obligation of the client shall be sold as per the policy on or before T+7 day and client shall be kept in square off mode in Trader Terminal.
- d. Securities purchased by the client towards which the payment is not made in full shall be held by IIFL in the "Client Beneficiary Account" on behalf of the client to the extent of the payment obligation due from the client till the clearance of the dues.
- e. In case, regularly trading client does not settle funds/securities in its account as per the running account authorization at least once in a month / quarter, as applicable, RMS will sell the securities and recover the dues.



- f. The specific securities to be sold as per the RMS policy shall be at the discretion of IIFL.

- g. RM/BM/TM/AVP/VP is advised to check the Risk Report for overdue amount for the 5 day SMS category cases and intimate clients to transfer funds or sell the securities.

This is applicable with effect from June 28, 2010 as SMS will be sent tomorrow.

Regards,

Corporate Communications,
India Infoline Ltd.