

## Margin Pledge - Guide

From 1<sup>st</sup> SEPTEMBER 2020, client is required to give Margin Obligations in favor of TM/CM (Broker) by way of Margin Pledge (MP)

### Margin Pledge Initiation

BO/Investor will Pledge the shares in favor of the Margin Pledge Demat Account of TM.

TM will Re-Pledge the shares in favor of the Margin Pledge Demat Account of CM.

CM will Re-Pledge the shares in favor of the Margin Pledge Demat Account of CC.

### Margin Pledge Closure

CC will release shares to CM Margin Pledge Demat Account

CM will release shares to TM Margin Pledge Demat Account

TM will release the shares in the Demat account of BO.

### Margin Pledge Invocation

In the event of default by BO (Margin Shortage/Loss), its TM/CM/CC can initiate the process of Invocation, on invocation shares lying in the Demat account of BO/TM/CM will get transferred in the Demat account of TM/CM/CC.

### **Submission of Margin Pledge Request:**

**Client can initiate a margin pledge in favor of TM (Broker) through the following process:**

- By submitting a physical Margin Pledge Form to its Participant in Original.  
(Form can be collected from DP or can be downloaded from [www.globedp.com](http://www.globedp.com))
- Electronic instructions through online facility of NSDL (SPEED-e) and CDSL (EASIEST)
- By the TM(Broker) on behalf of the Client where the client has given a Power of Attorney (POA) to a TM/CM (Broker)

### **Mandatory Information to be filled by PLEDGOR while initiating Margin Pledge Instruction:**

PLEDGEE ID	To be Provided by TM/CM
PLEDGEE DP ID	To be Provided by TM/CM
UCC ID	Client trading id
TM ID	To be Provided by TM/CM
CM ID	To be Provided by TM/CM
CC ID	Refer Guidelines Below- Confirm with Your TM/CM
SEGMENT ID	Refer Guidelines Below- Confirm with Your TM/CM
EXCHNAGE ID	Refer Guidelines Below- Confirm with Your TM/CM
EXECUTION DATE	Current Date or Future Date

**Pledge subject to availability of correct UCC mapping/TM-CM Link, as provide by the Exchange/CC.**

### **OTP Authentication for Margin Pledge Transactions (CDSL):**

- On setup of MP transactions by a DP a link for OTP authentication will be generated and sent on the registered Mobile Number and registered Email ID of the client.
- Said link will remain valid till OTP authentication or EOD of the Execution Date of the MP transaction as the case may be.
- On clicking the said link client will be redirected to CDSL webpage and prompted to enter his PAN or BOID (mandatory in case of PAN exempted clients).
- Once the valid PAN / BOID is entered by the client, list of all MP transactions pending for authentication will be displayed to the client. After verifying the details, client will be allowed to select single or multiple MP transactions with a facility of 'Select All' option.
- On selection, a provision to generate OTP will be given to client. On clicking 'Generate OTP' button, OTP will be generated and sent on registered Mobile Number and registered Email ID of the client.
- OTP will remain valid for 15 minutes. On expiry of OTP, client will again be required to follow process of selecting the MP transactions and re-generate OTP.
- Non-authenticated MP transactions will be 'Cancelled' during EOD of the 'Execution Date'
- OTP authentication will be allowed from setup date till EOD of the Execution date.

### **OTP Authentication for Margin Pledge Transactions (NSDL):**

- On receipt of margin pledge instruction either from a client or TM (based on the POA), a link to 'Confirm Margin Pledge Transactions' would be generated and sent by NSDL through SMS on registered mobile number and registered e-mail id in the demat account of a client.
- On clicking the said link, client will be redirected to a web page where client will be authenticated with "PAN" (not applicable in case of PAN exempt clients)
- After authentication, One Time Password (OTP) will be sent on the registered mobile number and registered e-mail id of the client and client will be displayed the details of outstanding margin pledges for the specific TM.
- On OTP authentication, margin pledge transaction would be processed further.

# CDSL

UCC Code as provided by client

TM ID/CMID as provided by client

Segment ID – CDSL (Reference CDSL File format For MP)

Segment ID	Segment Name
CM	Cash segment
FO	Equity Derivatives Segment
CD	Currency Derivative Segment
DT	Debt Segment
CO	Commodity Derivatives Segment
SB	SLB Segment
AL	All Segments

Exchange ID – CDSL (Reference CDSL Exchange Master File)

Exchange ID	Exchange Name
11	BOMBAY STOCK EXCHANGE LIMITED
12	NATIONAL STOCK EXCHANGE OF INDIA LIMITED
20	BOMBAY STOCK EXCHANGE LIMITED - I
22	NATIONAL COMMODITY & DERIVATIVES EXCHANGE LIMITED
23	MULTI COMMODITY EXCHANGE OF INDIA LIMITED
24	NATIONAL STOCK EXCHANGE OF INDIA LIMITED - SLB
25	BOMBAY STOCK EXCHANGE LIMITED - SLB
26	BOMBAY STOCK EXCHANGE LIMITED - SLB - CISA
27	NATIONAL SPOT EXCHANGE LTD
28	INTER-CONNECTED STOCK EXCHANGE OF INDIA LIMITED
29	METROPOLITAN STOCK EXCHANGE OF INDIA LIMITED
30	BOMBAY STOCK EXCHANGE LIMITED
36	INDIAN COMMODITY EXCHANGE LIMITED (ICEX)

CC ID – CDSL

CC ID	CC Name
11	NSE CLEARING LIMITED-NCL
12	INDIAN CLEARING CORPORATION LTD-ICCL
13	METROPOLITAN CLEARING CORPORATION OF IND. LTD -MCCIL
14	NATIONAL COMMODITY CLEARING LIMITED-NCCL
15	MULTI COMMODITY EXCHANGE CLEARING CORP LTD-MCXCC
16	Metropolitan Clearing Corporation of India Limited – ICEX- MCCIL-ICEX

# NSDL

UCC Code as provided by client

TM ID/CMID as provided by client

Segment ID– NSDL (Reference NSDL File format For MP)

Segment ID	Segment Name
01	Capital Market Segment
02	Futures & options Segment
03	Currency Derivatives Segment
04	SLB
05	Commodity Derivatives Segment
06	Debt Segment
07	All (applicable only from Margin Pledge Client to TM & Re pledge TM to CM)

Exchange id – NSDL (Reference NSDL File format For MP)

Exchange ID	Exchange Name
01	NSE
02	BSE
03	MSE
04	NCDEX
05	MCX
06	ICEX

CC ID – NSDL (Reference NSDL BP Master File)

CC ID	CC Name
11	NSE CLEARING LIMITED-NCL
12	INDIAN CLEARING CORPORATION LTD-ICCL
13	METROPOLITAN CLEARING CORPORATION OF IND. LTD -MCCIL
14	NATIONAL COMMODITY CLEARING LIMITED-NCCL
15	MULTI COMMODITY EXCHANGE CLEARING CORP LTD-MCXCC
16	Metropolitan Clearing Corporation of India Limited – ICEX- MCCIL-ICEX

**Disclaimer:** *The author of this document assumes no responsibility or liability for any errors or omissions in the content of this Document. The information contained in this herein is provided on an "as is" basis with no guarantees of completeness, accuracy, usefulness, timeliness or of the results obtained from the use of this information. Any Decision you take upon the information provided in this document strictly at your own risk, and we will not be liable for any losses and damages in connection with the use of the content of this document.*