

PROSPERA FINSTOCKS PRIVATE LIMITED

POLICY ON TREATMENT OF CLIENT UNPAID SHARES

Client shares are called unpaid when on the date of settlement, the client does not have sufficient funds available with PROSPERA FINSTOCKS PRIVATE LIMITED for settlement purposes. This policy provides for the rules laid out for treatment of client unpaid shares:

- While giving payout, the unpaid shares are pledged to a separate account called Client Unpaid Securities Pledge Account (CUSPA)
- Shares up to 120% of the shortage or Negative ledger shall be pledged to the CUSPA.
- Necessary pledge charges shall apply
- Necessary notifications shall be sent to the defaulting client
- Securities pledged in the CUSPA shall be held maximum up to T+5.
- On confiscation the securities shall be sold by PROSPERA FINSTOCKS PRIVATE LIMITED at the prevailing market price
- In case the shares are in CUSPA and the fresh funds are received from the client after the cut off time as specified by CC, then the shares shall be released from CUSPA on next day, i.e., T+1 Day.
- Number of shares to be sold shall be decided on the basis of the prevailing market price and the net value to be recovered. (Net value to be recovered shall cover ledger shortfall, pledgee charges, confiscation charges, stamp duty or any other charges that may be applicable)
- PROSPERA FINSTOCKS PRIVATE LIMITED shall not be liable to pay the client any losses on account of confiscation of such unpaid shares
- No margin or exposure shall be granted to clients against such CUSPA pledged securities

Policy last reviewed on April 30, 2026

VER 2.0

For Prospera Finstocks Pvt. Ltd.

Mr. Shubham Jain
Director