

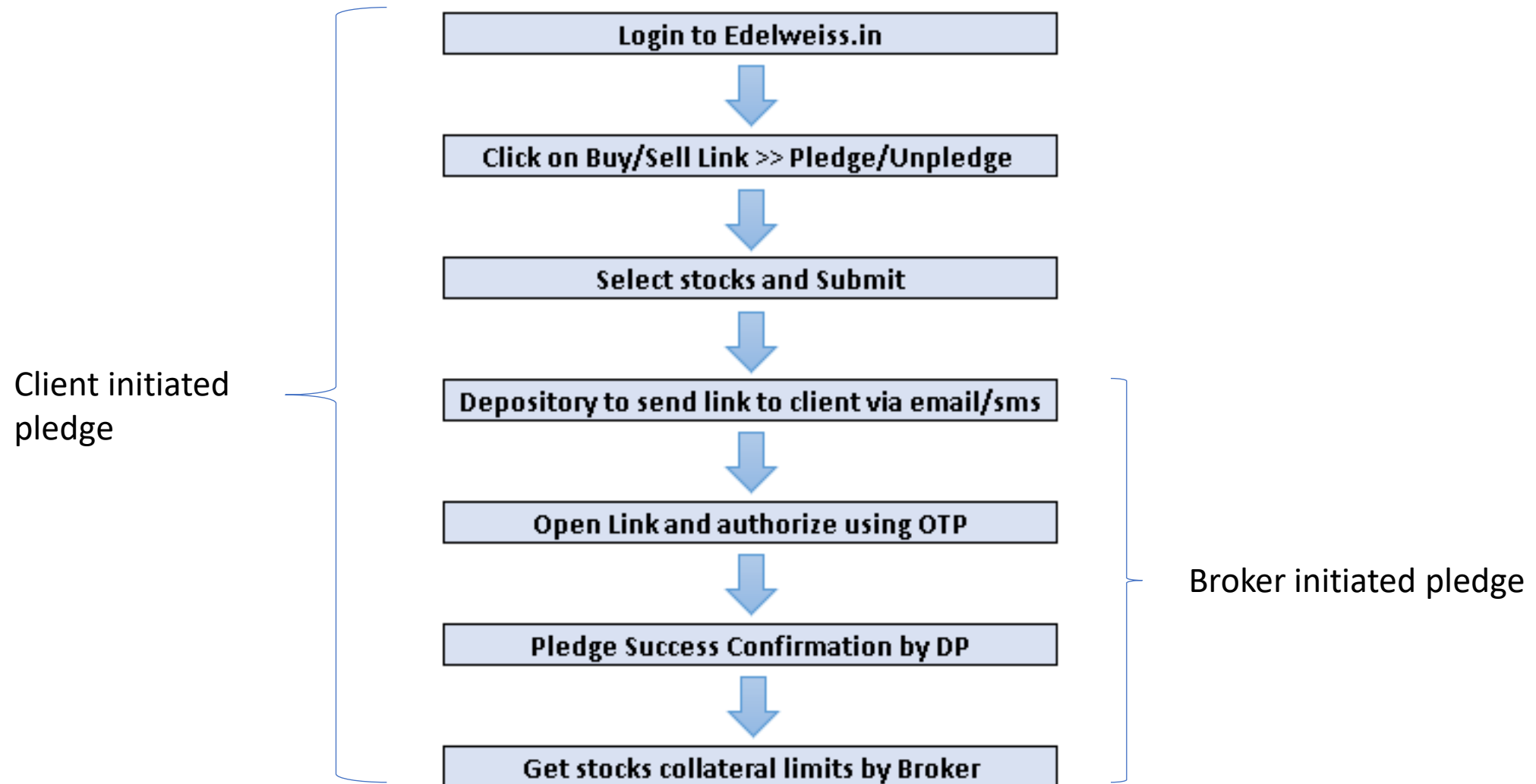
Margin Pledge Process

For internal Circulation only

Margin Pledge – Why pledge?

- Only securities given as margin pledge can be considered for both – getting limits for trading and exchange margin reporting perspective.
- Without pledging clients will not get collateral limits against securities.
- Securities that are not pledged will also not be considered against exchange margin reporting.
- Upfront margin requirement is now across all segments including Equity cash segment and FNO.

Margin Pledge Process – For POA clients



Step 1: Margin Pledge Initiation

Login to Edelweiss.in >> Click on Buy/Sell Link >> Click on Pledge/Unpledge

The screenshot shows the Edelweiss website interface. At the top, there is a dark blue navigation bar with the Edelweiss logo on the left and several menu items: GUIDED INVESTING, SELF INVESTING, WATCH MARKETS, VIEW RESEARCH, and GAIN KNOWLEDGE. On the right side of the bar, there are links for SUPPORT CENTER, BUY / SELL (highlighted in orange), and MY REPORTS. A user profile icon with the number 153 is also visible. Below the navigation bar, the main content area features a large heading "What do you want to do?" in orange. Underneath, there are three promotional cards: "All Weather Investing" (with a "New" tag and an icon of stacked money), "I want to, Open a trading Account" (with a target icon), and "I Have A Financial Target" (with a target icon). A dropdown menu is open over the "BUY / SELL" link, listing various options: PLACE ORDER (Stocks, Mutual Funds, SIPs, Currency etc.), Order Status, My Positions, Funds Available, Pledge / Unpledge Request (highlighted in orange), Transfer Funds, See Holdings, My Watchlist, My Alerts, and Margin Files. At the bottom right, there is a "New" tag and a card titled "Take charge of your finances..." with the text "Create a financial checklist today!".

NIFTY: 11433.40 ▲ 61.80 (0.54%) SENSEX: 38638.86 ▲ 204.14 (0.53%)

SUPPORT CENTER **BUY / SELL** MY REPORTS 153

Edelweiss GUIDED INVESTING SELF INVESTING WATCH MARKETS VIEW RESEARCH GAIN KNOWLEDGE

What do you want to do?

New
Invest in Smallcase
All Weather Investing

**Tell me
to invest
I have so**

New
**I want to,
Open a trading
Account**

**I Have A
Financial
Target**
and want to achieve
it

PLACE ORDER
Stocks, Mutual Funds, SIPs,
Currency etc.

Order Status
My Positions

Funds Available
Pledge / Unpledge Request
Transfer Funds

See Holdings
My Watchlist
My Alerts
Margin Files

New
**Take charge of your
finances...**
Create a financial checklist today!

Activate Windows
Go to Settings to activate Windows

Step 2: Select the stocks to pledge & Click on Pledge

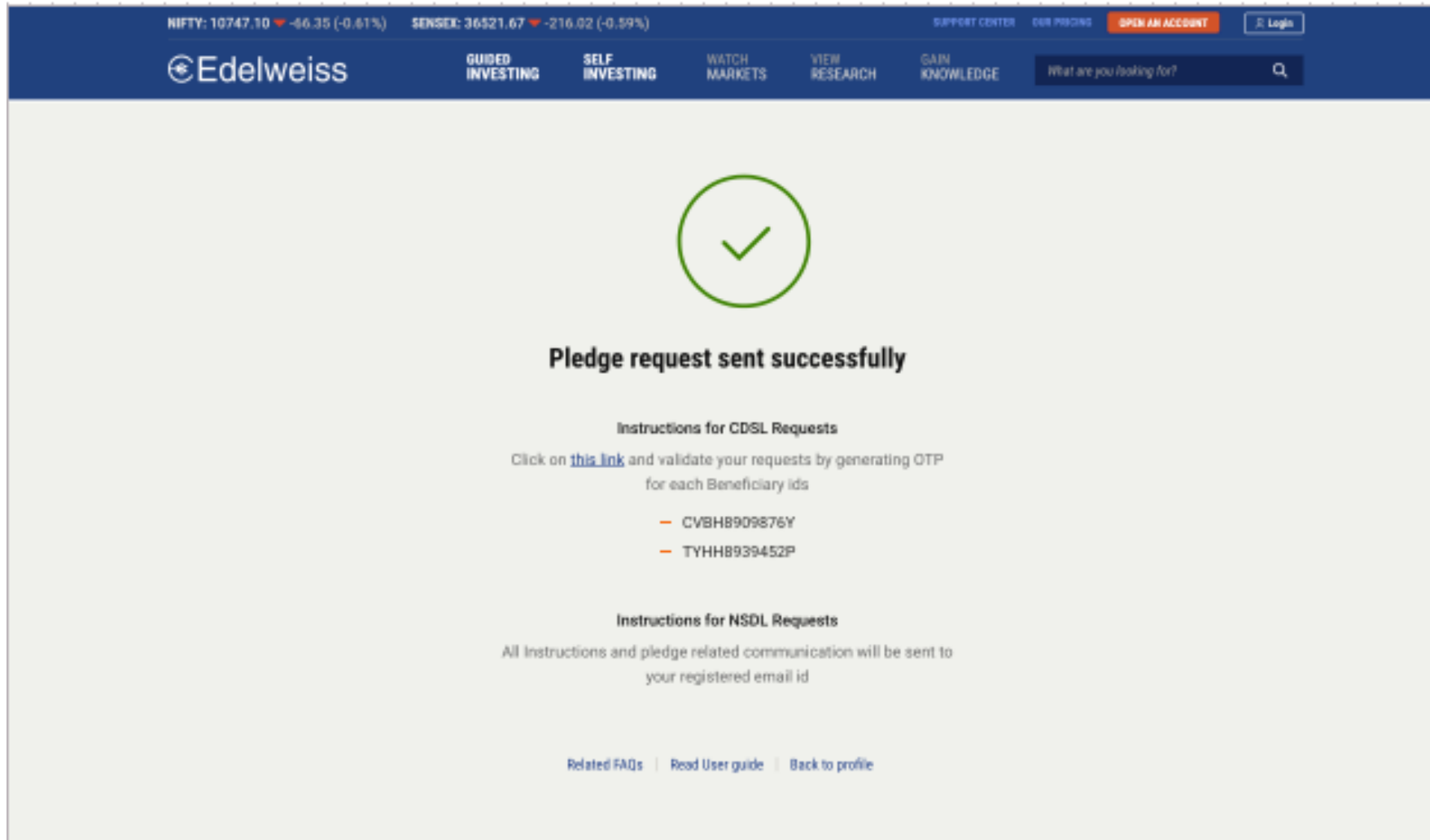
The screenshot shows the Edelweiss Pledges interface. At the top, there are market indices: NIFTY: 10747.10 (-0.61%) and SENSEX: 36521.67 (-0.59%). The Edelweiss logo is on the left, and navigation links for GUIDED INVESTING, SELF INVESTING, WATCH MARKETS, VIEW RESEARCH, and GAIN KNOWLEDGE are in the center. A search bar is on the right. Below the header, the page title is 'Pledges' with tabs for 'Pledges' and 'Unpledge'. A note indicates 'Pledges last updated on 2 July, 2020'. The main section displays collateral limits: ₹12,87,69,597.88 and available margin pledge: ₹9,87,69,597.88. A table lists selected stocks for pledging.

<input type="checkbox"/>	ISIN DPID/ BP Ac no.	Symbol/Name LTP/NAV	Holding Qty Withheld Qty	Exchange Haircut/ Exchange Margin	Risk Haircut/ Risk Margin	Qty for pledge	Approx Margin Created
<input checked="" type="checkbox"/>	INE769A01020 N30371910682143	Infosys Ltd ₹ 65,913.90	10,000 20,15,000	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input checked="" type="checkbox"/>	INE769A01020 N30371910682143	Canara Robeco BlueChip Fund (G) ₹ 25.72	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input checked="" type="checkbox"/>	INE769A01020 N30371910682143	Indian Railway Catering and Tourism... ₹ 33.45	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input type="checkbox"/>	INE769A01020 N30371910682143	Hero Motors Co Ltd ₹ 65,913.90	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000

Selected: 3 | Approx Margin Created: ₹15,000 | Registered Mobile no & email id for OTP: 9879876567 | Karan.malhotra@gmail.com | Edit details

Pledge Cancel


Step 3: Wait for SMS/Email from your Depository and open the link in SMS/Email once you get it



The screenshot shows the Edelweiss website interface. At the top, there is a dark blue header with the Edelweiss logo on the left and navigation links for 'GUIDED INVESTING', 'SELF INVESTING', 'WATCH MARKETS', 'VIEW RESEARCH', and 'GAIN KNOWLEDGE' in the center. On the right side of the header, there are links for 'SUPPORT CENTER', 'OUR PRICING', 'OPEN AN ACCOUNT', and a 'Login' button. Below the header, the main content area is light gray and features a large green checkmark icon inside a circle. Below the icon, the text reads 'Pledge request sent successfully'. Underneath, there are two sections: 'Instructions for CDSL Requests' which includes a link to validate requests and two beneficiary IDs (CVBH8909876Y and TYHH8939452P), and 'Instructions for NSDL Requests' which states that communication will be sent to the registered email ID. At the bottom, there are links for 'Related FAQs', 'Read User guide', and 'Back to profile'.

NIFTY: 10747.10 ▼ -66.35 (-0.61%) SENSEX: 36521.67 ▼ -216.02 (-0.59%) SUPPORT CENTER OUR PRICING [OPEN AN ACCOUNT](#) [Login](#)

Edelweiss GUIDED INVESTING SELF INVESTING WATCH MARKETS VIEW RESEARCH GAIN KNOWLEDGE What are you looking for?



Pledge request sent successfully

Instructions for CDSL Requests
Click on [this link](#) and validate your requests by generating OTP for each Beneficiary ids

- CVBH8909876Y
- TYHH8939452P

Instructions for NSDL Requests
All instructions and pledge related communication will be sent to your registered email id

[Related FAQs](#) | [Read User guide](#) | [Back to profile](#)

Margin Pledge Authentication - CDSL

cdslindia.com/MarginPledge/OTP.aspx

SALASSIST Transaction Charge... Dashboard - YSoft S...

CDSL
Convenient · Dependable · Secure

ABOUT CDSL INVESTOR RELATIONS DEPOSITORY PARTICIPANTS INVESTORS ISSUER COMPANIES RTA CLEARING MEMBER PUBLICATIONS

OTP Authentication

Margin Pledge Authentication

*PAN Card No: BLOPSXXXXH

OR

*Demat Account No:
(In case of PAN-Exempted BO or if you don't remember your PAN No)

Submit Clear

CDSL Authentication Link: <https://www.cdslindia.com/MarginPledge/OTP.aspx>

NSDL Authentication Link:

<https://eservices.nsdl.com/mrg/#/accountDetails>



The screenshot shows a web browser window with the URL `eservices.nsdl.com/mrg/#/accountDetails`. The page title is "Margin Pledge Request Portal" and the NSDL logo is visible. A timestamp "16-Sep-2020 08:29:34" is displayed. The main content area contains a blue instruction: "Kindly provide your PAN or DP ID & Client ID for viewing the Margin Pledge instruction(s) which is/are pending for confirmation by you." Below this, there are three input fields: "PAN:", "DP ID:", and "Client ID:". The "PAN:" field is empty. The "DP ID:" and "Client ID:" fields are also empty. An "OR" separator is placed between the "PAN:" and "Client ID:" fields. At the bottom left, there is a reCAPTCHA widget with the text "I'm not a robot" and a "reCAPTCHA Privacy - Terms" link. At the bottom right, there are two buttons: "Submit" and "Clear".

eservices.nsdl.com/mrg/#/accountDetails

SALASSIST Transaction Charge... Dashboard - YSoft S...

 **NSDL**
Technology, Trust & Reach

Margin Pledge Request Portal

Timestamp : 16-Sep-2020 08:29:34

Kindly provide your PAN or DP ID & Client ID for viewing the Margin Pledge instruction(s) which is/are pending for confirmation by you.

PAN:

DP ID:

Client ID:

OR

I'm not a robot 
reCAPTCHA
Privacy - Terms

Submit Clear

Policy | Disclaimer

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Important points to note:

- Once pledge is initiated by you or the client on Edelweiss.in Or EMT, it will take upto 3 hours to process the pledge requests.
- You can expect to get the link to authenticate the pledge request from the depositories – CDSL or NSDL after 1 to 3 hours once you have placed the pledge request.
- To authenticate the pledge request try only and only after you have received the link via SMS/EMAIL from NSDL/CDSL.
- If you are attempting to authenticate the pledge request by directly visiting the CDSL/NSDL website, then do it after 3 hours of placing the pledge request. Else stocks will not be available on the website for you to authenticate.
- If link is not received by the client till 3 hours, then visit the direct links of depositories to authenticate the pledge request. Links are given in earlier slides.

Important points to note:

- Cut off time for initiating pledge request on Edelweiss.in is 5PM.
- Cut-off time to authenticate the pledge request is 7PM
- Limits against stocks that are pledged today will be available on the next day.
- All requests placed on a day but not authenticated on the same day will get expired.
- Do not expect to get link/OTP or CDSL/NSDL site to show pending pledge requests for requests initiated prior to today.
- If pledge request was placed prior to today then it is not valid anymore and you need to place the pledge request again.

Important points to note:

- For stocks bought in delivery, advance pledge request gets created at EOD by the broker with pledge execution date of T+2 day.
- This is an optional pledge request – client may opt to give consent for this or avoid it.
- This pledge request can be authenticated upto T+2 days.
- Benefit of authenticating this advance pledge request will be that client will get benefit of stocks collateral limits directly from T+3rd day onwards.
- When authenticated, the stocks will be directly pledged as soon as they are available in demat on T+2 days.
- The pledge request can fail, if the client has not authenticated it or the client is having debit in normal ledger where the stocks will partially or fully go to CUSA account and not in demat account.

MTF Product - Margin Pledge Process

- **Securities in SMTF can be held only by way of pledge.**
- For trades initiated in the MTF product, the pledge process will be initiated by the broker on T day EOD with the depositories.
- Client will get pledge authentication link on his registered email address by 11PM on T day.
- This will be an advance pledge requests for the stocks that the client has bought in MTF product.
- The depositories will send a link to the client on client's registered email id and mobile number with the depositories to authorize the pledge request.
- Client will need to authorize this pledge request as per process mentioned in earlier slide by T+1 days EOD.
- Failure to authorize the pledge request by T+1 days EOD will lead to liquidation of MTF stocks purchased on T+3 day.

MTF – Liquidation

- Failure to authorize the pledge request by T+1 days EOD will lead to liquidation of MTF stocks purchased on T+3 day.
- The execution date for pledge will be T+2 days. So here client could pledge MTF shares even on T+2 days. But still since this is not pledged within the cut-off time, it will lead to liquidation of shares on T+3 days.
- Stocks bought in SMTF will be given to client's demat account on T+2 days. If client gives OTP in cut-off time, the stock will be marked as SMTF pledge or else liquidated.
- Some open challenges remain like client did not get pledge link, OTP – It will lead to liquidation.
- If pledge not authenticated, client can also opt to transfer funds by T+2 days, 5PM to avoid liquidation.
- There will be no liquidation if there is no debit in SMTF ledger. However, all stocks bought in SMTF on T day will get liquidated on T+3 days if the client has not authenticated the pledge request and there is debit in SMTF ledger.

MTF – Non POA clients

- SMTF product will not be available for NON-POA/Outside Demat clients.
- To opt for SMTF, clients need to give POA.
- POA clients cannot opt with withdraw POA without clearing SMTF debit and deactivating SMTF product.
- So even if non-POA clients have given consent for SMTF, SMTF product will be blocked for those clients.

MTF Pledge requests and Pledge status:

- MTF pledge requests initiated by the broker (Ops team) – details are shared with all the advisors (frontend team) by respective LOB Spocs over email.
- Advisors are expected to connect with the clients and inform them to authenticate the pledge requests within T+1 day.
- File with pledge request status is also shared on a daily basis with the frontend team by respective LOB Spocs over email.

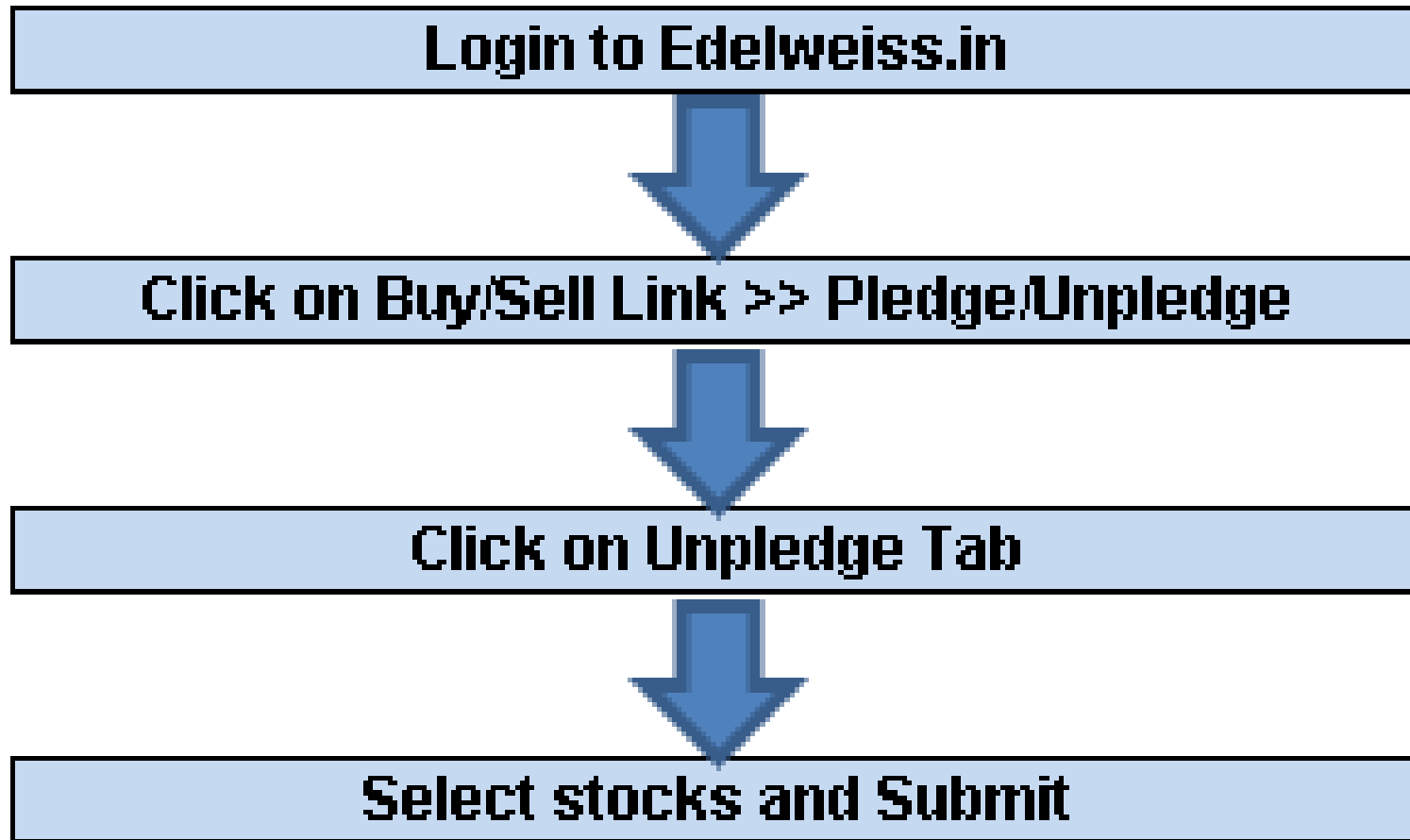
Margin Pledge Process - NON-POA/Outside DP clients:

1. Pledge process for Client who have not given POA will have to visit their respective depositories website/app to initiate pledge on stocks.
2. Only once the pledge is initiated and authorized, they will get limits against stocks collateral and their pledged stocks will be considered for exchange margin reporting.
3. Pledge can be initiated via CDSL Easiest or NSDL Speedy applications.
4. Stocks need to be pledged in favor of:
 - Broker TM Account For Margin Pledge: Edelweiss Broking Limited
 - CDSL: 1203230005041035
 - NSDL: IN303719-11079884
 - Default Exchange-NSE
 - Default Segment – All (07)

Pledge Status interpretation

Depository	Status	Status Interpretation
CDSL	Accepted	Pledge completed successfully
CDSL	Margin Pledge Cancelled at EOD	OTP Not given - Pledge not authenticated and hence Pledge request expired
CDSL	Rejected at EOD Due to Insufficient Balance	Pledge failed as qty is demat is less than pledge request qty
CDSL	Pending for OTP - Future Dated Txn	Pledge not yet authenticated by client - Client yet to submit OTP
CDSL	Future dtd Trx - Status wont be available till EOD (Pending only)	Advance Pledge Request - Pledge Authenticated but Pledge pending. Pledge will be completed on T+2 days when stocks are available in demat.
CDSL	Overdue	Pledge Authenticated but Pledge pending. Pledge will be completed on T+2 days when stocks are available in demat.
NSDL	Rejected by System/NDSL	Pledge failed as qty is demat is less than pledge request qty
NSDL	Rejected by Client	Client rejected the pledge request
NSDL	Cancelled By System	OTP Not given - Pledge not authenticated and hence Pledge request expired
NSDL	Pledge Confirmed	Pledge completed successfully
NSDL	Pending for Pledgor Confirmation	Pledge not yet authenticated by client - Client yet to submit OTP
NSDL	Overdue	Pledge Authenticated but Pledge pending. Pledge will be completed on T+2 days when stocks are available in demat.

Unpledge Process



Unpledge Request

NIFTY: 10747.10 ▼ -66.35 (-0.61%) SENSEX: 36521.67 ▼ -216.02 (-0.59%) SUPPORT CENTER OUR PRICING [OPEN AN ACCOUNT](#) [Login](#)

Edelweiss [GUIDED INVESTING](#) [SELF INVESTING](#) [WATCH MARKETS](#) [VIEW RESEARCH](#) [GAIN KNOWLEDGE](#)

Profile / Pledges

Pledges

[Pledges](#) [Unpledge](#) • Pledges last updated on 2 July, 2020

Collateral Limits

₹12,87,69,597.88

<input type="checkbox"/>	ISIN DP Id/ DP Ac no. PSN No.	Symbol/Scheme Name LTP/NAV	Holding Qty/ Holding Value	Collateral Qty / Collateral Value	Exchange Haircut/ Exchange Margin	Risk Haircut/ Risk Margin	Qty for unpledge	Approx Margin Released
<input type="checkbox"/>	INE769A01020 N30371910589143 ABCD7199435781	HEROMOTOCORP ₹ 65,913	10,000 ₹9,30,30,000.99	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input type="checkbox"/>	INE769A01020 N30371910589143 ABCD7199435781	Canara Robeco Bluechip.. ₹ 65,913	10,000 ₹9,30,30,000.99	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input type="checkbox"/>	INE769A01020 N30371910589143 ABCD7199435781	HEROMOTOCORP ₹ 65,913	10,000 ₹9,30,30,000.99	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input type="checkbox"/>	INE769A01020 N30371910589143 ABCD7199435781	Axis BlueChip Fund (B) ₹ 667.990	10,000 ₹9,30,30,000.99	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000
<input type="checkbox"/>	INE769A01020 N30371910589143 ABCD7199435781	HEROMOTOCORP ₹ 65,913	10,000 ₹9,30,30,000.99	10,000 ₹9,30,30,000.99	10% ₹9,30,30,000.99	10% ₹9,30,30,000.99	90,30,30,000	₹ 90,30,30,000

Unpledge Process

- Unpledge request can be initiated by you via CIP or by the client.
- On unpledge request is received, broker will validate the unpledge requests and **process them by next day.**
- Cut-off time for creation of unpledge requests – 12.30PM.
- If post unpledging of stocks client comes under exchange margin shortfall, then unpledge request will be rejected. If post unpledging of stocks client does not come under exchange margin shortfall, then unpledge request will be processed.
- Unpledging of stocks – one or multiple stocks, fully or partially will be at the discretion of the broker depending on the margin requirements of the client.
- Unpledging is not required for selling of Equity stocks however unpledging is required for redemption of Mutual funds if they are pledged. If mutual funds are pledged, then it is must to unpledge for redemption, else redemption requests will get rejected.
- So to redeem Mutual Funds, request for unpledging the MF units 1 day prior to redemption.
- Unpledge requests are processed by T+1 day and will reflect under free holdings in Holdings report from T+2 days onwards.

Margin Pledge Charges

For Pledge and Unpledge, appropriate charges would be debited to ledger as levied by the Depository.

Charge Type	Depository	Charges
Margin Pledge	CDSL	7 Rs (5Rs Pledge + 2 Rs Repledge)
Margin Unpledge	CDSL	7 Rs (5Rs Unpledge + 2 Rs Unpledge of Repledge)
Margin Pledge – MTF	CDSL	12 Rs
Margin Unpledge – MTF	CDSL	12 Rs
Margin Pledge	NSDL	7 Rs (5Rs Pledge + 2 Rs Repledge)
Margin Unpledge	NSDL	7 Rs (5Rs Unpledge + 2 Rs Unpledge of Repledge)

<https://www.cdslindia.com/common/DownloadFile.aspx?eventid=DP2020-359&action=communique>

<https://nsdl.co.in/downloadables/pdf/2020-0114-Annexure.pdf>

<https://nsdl.co.in/downloadables/pdf/2020-0114-Policy-Amendments%20to%20Business%20Rules%20of%20NSDL.PDF>

Thank you