



### **POLICY FOR PRE FUNDED INSTRUMENTS**

As per SEBI's circular, CIR/ MIRSD/03/2011 June 09, 2011, It has been observed by SEBI that the stock brokers are unable to maintain an audit trail of the funds so received, as the details of the name of the client and bank account-number are not mentioned on such instruments. This may result in flow of third party funds / unidentified money, which is not in accordance with the provisions of the previous circular and also affects the integrity of the securities market.

To conform to the SEBI directives, it has been decided to install proper internal code of conduct and controls to prevent such lapses. Accordingly,

If the aggregate value of pre-funded instruments is 50,000/- or more, per day per client, the acceptance of the instruments only if the same are accompanied by the name of the bank account holder and number of the bank account debited for the purpose, duly certified by the issuing bank. The mode of certification may include the following:

- i. Certificate from the issuing bank on its letterhead or on a plain paper with the seal of the issuing bank.
- ii. Certified copy of the requisition slip (portion which is retained by the bank) to issue the instrument.
- iii. Certified copy of the passbook/bank statement for the account debited to issue the instrument.
- iv. Authentication of the bank account-number debited and name of the account holder by the issuing bank on the reverse of the instrument.

Senior Manager will monitor the funds received through electronic fund transfers to ensure that the funds are received from their clients only.

For ELIXIR EQUITIES PVT. LTD

  
DIRECTOR

