

PEE AAR SECURITIES LTD

Ag-05, Shalimar Bagh,
Delhi-110088

System and procedure relating to segregation of clients and own Funds:

Follow the procedure laid down in SEBI Circular no. SMD/SED/Cir/93/23321 dated November 18, 1993

Separate bank account to be maintained

Client Bank account:

All the funds related to the Clients shall be routed through client bank account

Own Bank Account:

All the funds related to the own shall be routed through own bank account

WHAT MONEYS TO BE PAID INTO AND DRAWN FROM "CLIENTS ACCOUNT"

No money shall be paid into clients account other than –

1. Money held or received on account of clients;
2. Such money belonging to the Member as may be necessary for the purpose of opening or maintaining the account;
3. Money for replacement of any sum which may by mistake or accident have been drawn from the account in contravention of para B given below;
4. A cheque or draft received by the Member representing in part money belonging to the client and in part money due to the Member

B. No money shall be drawn from clients account other than

1. Money properly required for payment to or on behalf of clients or for or towards payment of a debt due to the Member from clients or money drawn on client's authority, or money in respect of which there is a liability of clients to the Member, provided that money so drawn shall not in any case exceed the total of the money so held for the time being for such each client;
2. such money belonging to the Member as may have been paid into the client account under para A [2] or A [4] given above;

3. money which may by mistake or accident have been paid into such account in contravention of para A above. It is generally observed that the balances lying in clients account also contain a portion representing brokerage which members don't withdraw every settlement. However as an when need arises, payments or withdrawals are made from clients account itself for different purposes and it is submitted that such withdrawal is always less than the amount of brokerage attributable to the broker. In such a case auditors may make an analysis of total brokerage due to the broker and total withdrawals made to form a view about the misutilsation of clients funds

For Ree Aar Securities Ltd


Nikhil Gupta

Director