

## **Policy on Internal Shortage**

Shortages in obligations arising out of internal netting of trades:

In case of client-to-client short (internal short) of securities in a settlement, when client needs delivery, then, we buy in the market. Otherwise such securities will be squared-up by VENKATARAMAN & CO., as per the procedure laid down by the Exchange (closing price on T+2 day +10% or contract rate whichever is higher).