

Stock SIP – Terms of Use

Purpose:

This policy outlines the procedures, risks, and guidelines related to the Stock SIP order functionality provided by Indiabulls Securities Limited. The purpose of this policy is to define the process for placing, executing, and managing Stock SIP orders, along with the associated risks and requirements.

Feature Overview:

Stock SIP allows investors to automate their investments in specific stocks. You set an instruction to regularly invest a fixed amount or buy a specific number of shares of a chosen stock over a set period. This helps you gradually build your stock portfolio.

For example, if you start a Stock SIP for Tata Consultancy Services (TCS), instructing your broker to buy 10 shares every month for two years, you'll own 240 TCS shares at the end of the period. On our platforms, you can customize the stock, quantity, frequency. You can also choose to keep the SIP open-ended, letting the broker continue purchasing until you cancel it.

Stock SIP orders are available for the following segments:

- NSE Cash
- BSE Cash

Important Points:

1. Stock SIP orders are supported only for CNC (Cash and Carry) and MKT (Market) order types. Intraday (MIS) orders are not supported.
2. Corporate actions like dividends, splits, and category changes on the exchange will not automatically modify the schedules in the stock SIP feature.
3. Stock SIPs features is completely free, and there are no additional charges.
4. Stock SIPs are available for all Equity stocks, excluding ETFs. We plan to gradually expand this feature to include all stocks.
5. If your Stock SIP date falls on a trading holiday, the order will be executed on the next trading day.

Example: If your SIP in Reliance Industries is scheduled for the 10th of every month, but the 10th is a Sunday, your SIP order will be placed on the next trading day, which is Monday, the 11th. You will be notified accordingly.

6. Your Stock SIP order is executed on the SIP due date during market hours. The exact timing and process depend on whether you have set up Autopay or not:
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A. With Autopay

- The SIP order is automatically placed at 10:00 AM on the SIP due date.
- Ensure sufficient funds are available in your Trading Balance before this time to avoid any issues with the execution.

B. Without Autopay

- You need to manually add funds to your Trading Balance for the SIP order to be placed.
 - In this case, the order is placed at 10:30 AM on the SIP due date, giving you additional time to add funds if required.
7. SIP execution depends on the stock's liquidity on the due date. If there is insufficient liquidity, the order may not be executed.
 8. If the order is not executed by the market close time (3:30 PM), it will be cancelled by the exchange.
 9. The cancellation of an order on a specific date will not affect your active SIP plan or future SIP orders.
 10. For amount-based SIPs, the entered amount includes brokerage and other charges. The actual investment amount is calculated after these deductions.
 11. Stock prices may vary between the SIP creations and execution date. For amount-based SIPs, the number of shares purchased may differ slightly due to price fluctuations.
 12. Stock SIP orders are executed between 10:00 AM - 11:00 AM on the scheduled date to avoid market volatility typically seen during the first few hours of trading.
 13. The actual amount invested is the total cost of the stocks bought. The remaining balance stays in your Trading Balance for future use or withdrawal.
 14. Client would be provided the Contract Notes and other communication as per the normal practice basis (physical or electronic mode as consented by the client).
 15. The number of units bought every month may vary depending upon the prevailing market price of the scrip.
 16. In case of systemic inability to hold / transfer funds due to any reason / system failure etc., SIP transaction would not be carried out
 17. Indiabulls Securities Limited will not be liable to inform to client on SIP order generation and execution during corporate black out date/days
 18. The risk management policies and other internal policies of Indiabulls Securities Limited applicable on the clients and trades executed by them would be applicable on the trades executed through this facility also
 19. Indiabulls Securities Limited, and other service providers shall not be held liable for any loss or damage incurred or suffered by the client due to any delay, error, defect, failure or interruption in the provision of Facility arising from or caused by any reason whatsoever which are beyond Indiabulls Securities Limited control.
 20. It agrees that there is a possibility of communication failure or system problems or slow or delayed response from system or trading halt, or any such other problem/glitch whereby not being able to establish access to the trading system/network, which may be beyond Indiabulls Securities (India) Limited control and may result in delay in processing or not processing orders either in part or full orders.
 21. The client agrees that Indiabulls Securities Limited will not be held responsible and liable for any compensation for non-placement / rejection of the Stocks SIP orders in the above cases or for any reasons beyond its control.
 22. The client agrees that Indiabulls Securities Limited have the right to decide the timing for placing the orders on the Order placement day.

Definitions:

1. Stock SIP

A method of investing in stocks systematically by placing recurring orders at fixed intervals (daily, weekly, or monthly). This approach helps in averaging the cost of stock purchases over time and promotes disciplined investing.

2. SIP Frequency

The frequency at which Stock SIP orders are placed, such as daily, weekly, or monthly, based on the user's selection.

3. SIP Instalment Date

The specific date on which the Stock SIP order is scheduled to be executed.

4. Autopay

A feature that automatically debits the required amount from the linked bank account or Trading Balance to fund the SIP order without manual intervention.

5. Trading Balance

The amount available in the trading account, which is used to fund Stock SIP orders. Insufficient balance can lead to the failure of order execution.

6. Mandate

An authorization provided by the investor to the broker or bank to deduct funds automatically for Stock SIP investments.

7. Recurring SIP

A SIP plan where stock orders are executed at regular intervals until the end of the selected tenure or until manually cancelled by the investor.

8. Order Placement Time

The specific time during market hours when the Stock SIP order is executed (e.g., 10:00 AM for Autopay or 10:30 AM for manual funding).

9. SIP Debit Amount

It means the amount of SIP as specified by client for execution of SIP instruction, it shall comprise of SIP value and applicable taxes, charges and brokerage.

10. Execution Price

The market price of the stock at the time the SIP order is executed. This determines the number of shares purchased.

11. Order Value

It means (SIP Quantity * Market price of security on SIP Due date) + applicable taxes/brokerage/charges)

12. Cancel

The option to stop or temporarily halt the Stock SIP at any time without penalties.

Execution Policy and Risks:

Available Trading Balance:

At the time of placing a First Order today, users must have sufficient balance in their trading balance account or can add money to the trading balance for executing the orders.

At the time of placing a Recurring Stock SIP order, users must have sufficient balance in their Link bank account. Failure to maintain the required balance could result in order rejection.

Order Execution and Guarantee:

In case of systemic inability to hold / transfer funds due to any reason / system failure etc., Stocks Sips transaction would not be carried out

Corporate Actions:

- SIP orders generation will take place based on order creation by client and will not take into consideration on impact of corporate actions i.e. Bonus, Split, etc.
- In case of corporate actions (e.g., stock splits, bonus issues, dividend declarations, etc.) affecting the scrip, users must monitor the impact of such actions on their Stock SIPs orders. Indiabulls Securities is not responsible for order placement, execution, or rejection due to corporate actions.

Exchange and RMS Rules:

All exchange regulations regarding price ranges, margins, circuit limits, etc., will apply to Stock SIPs orders. Indiabulls Securities' RMS rules will be enforced in addition to exchange rules.

Stock SIPs orders will be triggered based on the LTP received from the exchange during active trading sessions.

Disclaimer:

Indiabulls Securities Limited does not guarantee the execution of any order placed via the stocks SIPs feature. While we aim to provide a seamless trading experience, market conditions, execution delays, or other factors may result in orders being partially filled, not filled at all, or cancelled.