

50% cash-margin rule in F&O:

The exchange has revised the rules for the fulfillment of the total margin required for all trades in the F&O segment.

- A minimum of 50% of the margin to be maintained in the form of cash or cash equivalent collateral.
- The remaining can be brought as cash or pledged margins (after the applicable haircut).
- If 50% of the margin is not maintained as cash or cash equivalent collateral, interest will be charged on the shortfall amount @ 18% p.a.

Below are the various scenarios to explain the interest calculation:

	Margin Requirement (Rs.)	Available Cash Margin (Rs.)	Margin received against pledged shares after hair cut (Rs.)	Remarks
Scenario 1: 50% Cash - 50% Collateral	100000	50000	50000	NO interest will be charged
Scenario 2: 40% Cash - 60% Collateral	100000	40000	60000	An interest of 18% p.a. will be charged on ₹10,000
Scenario 3: 70% Cash - 30% Collateral	100000	70000	30000	NO interest will be charged