

Facility of Best Price Execution

1. Objective:-

- 1.1 As per requirements specified by SEBI and Stock Exchanges, every Stock Broker is required to ensure that a client order is executed at best price available for the same product/symbol/contract across various Exchanges.
- 1.2 KFPL is Member of NSE and BSE and is allowing its clients to trade on Cash Segment, Equity Derivative Segment and Currency Derivative Segment.
- 1.3 Kunvarji Finstock Pvt. Ltd. (KFPL) has enabled its CTCL/IBT/STWT software to meet with the above requirements as per salient features explained below.

2. Salient Features:-

- 2.1 The CTCL and IBT Software deployed by KFPL uses the same symbol for a scrip/contract and does not use different symbols for the same scrip/contract on different Exchange. The differentiation for the same symbol between BSE and NSE can be identified through series only. This is of course, subject to client being registered for both Exchanges for the same segment. Thus, a client can select market watch and order entry by dealers through CTCL terminal and by clients through IBT (Internet Based Trading) provides option to select symbol/contract as available on both Exchanges provided the client is registered for applicable segment on both Exchanges. KFPL has not specified any default Exchange for any segment.

KFPL has also deployed STWT software (Mobile Trading App) for Cash Segment, Equity Derivative Segment and Currency derivative Segment. However, it has not enabled the same for BSE Equity Derivative Segment and BSE Currency Derivative Segment. Therefore, clients using mobile application for execution of orders are not able to place orders for BSE Equity Derivative Segment and BSE Currency Derivative Segment. Hence, Best Price Execution is not available on STWT software (Mobile Trading Application) in respect of BSE Equity Derivative Segment and BSE Currency Derivative Segment. However, Best Price Execution facility is available to all clients registered for BSE Cash Segment and NSE Cash Segment are provided Best Price Execution facility.

For example, a client registered on BSE and NSE cash segment wishes to trade in equity shares of Reliance Industries Limited, searches symbol for Reliance Industries Limited on his IBT application or mobile app, the market watch inquiry screen will show him both symbols "Reliance EQ" (for NSE) and "Reliance A" (for BSE).

- 2.2 Even if the dealer/client has selected any particular series as defined by respective Exchange, if the buy order entry at market price is initiated by clicking CTRL+F1, then the order will be sent to any of the two Exchanges where the client appears to be getting the best price.
- 2.3 Similarly if in case of client intending to sell any security at market rate places order by clicking CTRL+F2, then irrespective of the series of the symbol, the order will go to that Exchange where the client appears to be getting the best price.
- 2.4 However, if the client places order to buy or to sell simply by clicking F1 or F2 as the case may be, then the order will go to the Exchange whose symbol series the client has selected.

3. Schedule of implementation:

The above functionalities have been deployed with effect from 01.09.2021.

4. Information to clients and dealers:

- 4.1 In order to inform clients of these new functionalities, KFPL is sending a note to the client along with contract notes on daily basis as under:

KFPL has implemented “Best Price Execution Facility” which is available to all its dealers, clients trading through IBT and client trading through STWT (Mobile App).

The Best Price Execution facility is available for following segments only:

- (a) Cash Segment (On CTCL terminal and IBT and STWT)
- (b) Equity derivative Segment (On CTCL terminal and IBT)
- (c) Currency Derivative Segment (on CTCL terminal and IBT terminal)

It is not available for commodity derivative segment of NCDEX, MCX, NSE Commodity and BSE Commodity.

The salient features of the Best Price Execution facility are as under:

- A. For each scrip/contract, the symbol is the same.
- B. In case of cash segment, NSE lists on securities either in EQ series or in BE Series. BSE lists securities group wise i.e. A, B, X, T, XT, Z, ZP, ZY etc.

- C. For execution of market order (excluding limit order or stop loss order) at Best Price, the client need to place the order using CTRL+F1 in case of buy order and CTRL+F2 in case of sale order instead of only F1 or F2 or plus or minus.
- D. A market order placed using CTRL in addition to F1 or F2, irrespective of symbol – series selected, the system will send order to an Exchange where, as per market watch screen, the price appears to be favorable.

Clients are requested to actively use this facility.

4.2 Information to Dealers and AP

This document is circulated to all AP and dealers for their understanding.

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Place: Ahmedabad