**POLICIES & PROCEDURES**

**Deliverable Future’s Contracts (DFC)**

**AKD Trade**

Trading in Deliverable Future’s Contracts at AKD Trade will be conducted as per the following Policies and Procedures:

1. A Future’s Trade Limit equals to four times of the equity for Buying and three times of the equity for Short (Blank) Selling will be assigned in Deliverable Future’s Contract.

**Buying in DFC = 4 X Equity; Short (Blank) Selling in DFC = 3 X Equity**

1. The Share Worth for calculating Equity will be taken at Hair Cut as prescribed by the KSE.
2. Clients will not be allowed take fresh positions during the last week of the contract and will only be allowed to square the Open Positions.
3. Short (Blank) Selling will only be allowed through **F-8** Window - specifically allocated for Short (Blank) Selling.
4. The AKD Trade Commission will be charged upon selling of the Deliverable Future Contracts and the Daily Roll Over will be charged on all the outstanding open positions at the end of every day as per the below Commission Structure:

|  |  |  |
| --- | --- | --- |
| **Share Price**  |  **Commission** |  **Roll Over** |
|  Upto 4.99 | 0.03 |  0.01 |
|  5.00 – 99.99 | 0.05 |  0.01 |
|  100.00 and above | 0.10 |  0.02 |

1. All other Taxes and CDC Charges (only in case of delivery transaction) will remain applicable as per ready market transactions.
2. Settlement of DFC transactions will be done on daily basis and Mark to Market Profits/Losses, commissions and all other charges for the day will be adjusted in clients’ accounts accordingly.
3. No new LONG/SHORT position(s) will be allowed in the outgoing contract in the last week from Tuesday onwards.
4. AKD reserves the right to square / liquidate any Outstanding position(s) anytime in the last week of the outgoing contract, if sufficient Cash or Delivery against the open position is not available.
5. If a client wishes to take/give delivery of the open positions, he/she must make available sufficient funds/deliveries in his/her AKD Trade account on last day of the contract as delivery will automatically be taken/given, if and only if, there are sufficient funds/deliveries available in client’s AKD Trade account.
6. If the funds/deliveries available in the respective AKD Trade account are not sufficient enough to take/give the delivery of all the contracts of the specific month then all the outstanding positions of that particular month will be squared. In this case, client will have the option to take fresh positions in next month’s contracts.
7. Client will be required to accept all the terms & conditions before starting trades in DFC.