

Understanding the new DP to Margin process

As you might know, **the existing DP to Margin process is getting replaced by the mandatory DP to Pledge process (via OTP authentication)**; that is, you will have to pledge shares in favour of Sharekhan to avail trading limit going forward.

Check out the following visual to quickly understand what changes for you when it comes to getting trading limit:

Old Process to Get Margins

Go to the DPSR report

Select shares

Tap the DP to Margin button

New Process to Get Margins

Go to the DPSR report

Select shares

Tap the DP to Pledge button

Depository (NSDL/CDSL) will send email/SMS that contains a link you need to visit to start the process

On the NSDL/CDSL website that opens:

- 1 Enter your PAN and confirm shares
- 2 Authenticate by entering OTP sent on your regd. email ID and mobile no.

You're done!

After authentication, it will take a maximum of 60 minutes for the limit to reflect in your Sharekhan account

In case of queries, we urge you to contact your Branch/Relationship Manager or Customer Support.

Lastly, here are notes issued by the Regulators in the interest of investors:

- Stock brokers can accept securities as margin from clients only by way of pledge in the depository system, with effect from Sept 1, 2020.
- Update your mobile number and email ID with your stock broker/depository participant and receive OTP directly from depository on your email ID and/or mobile number to create pledges.
- Pay 20% upfront margin of the transaction value to trade in the Cash market segment.
- Investors may please refer to the Exchanges' (NSE and BSE) Frequently Asked Questions (FAQs), issued vide circular reference NSE/INSP/45191 and 20200731-7 dated July 31, 2020; NSE/INSP/45534 and 20200831-45 dated Aug 31, 2020; notice no. 20200731-7 dated July 31, 2020 and 20200831-45 dated Aug 31, 2020; and other guidelines issued from time to time in this regard.
- Check your Securities/MF/Bonds in the consolidated account statement issued by NSDL/CDSL every month.