

**Currency Underlying Exposure Declaration Letter to trade currency derivatives with
Ashlar Securities Pvt Ltd.**

To,

Date: _____

Ashlar Securities Private Limited

1D, A-1, Sector-10,
Noida-201301, Uttar Pradesh

Dear Sir,

The Undersigned, hereafter referred to as “the Trader,” hereby declares and agrees to the following terms and conditions concerning their trading activities with Ashlar Securities Private Limited (ASHLAR):

1. **Engagement in Currency Trading:** The Trader acknowledges that they have previously engaged in currency trading through ASHLAR and expresses their intent to continue such trading activities in the currency segments in the future on both the National Stock Exchange and Bombay Stock Exchange.
2. **Position Size Limitation and Management:** The Trader commits to maintaining their position size within a limit of one hundred million United States Dollars (USD 100,000,000) as specified by exchange/RBI. Should the Trader’s position size exceed this specified limit, the Trader agrees to manage the excess position through the use of an Authorised Dealer or Custodian, as appropriate.
3. **Compliance with Regulatory Requirements:** The Trader affirms compliance with clause 3.4 (1) (a) of the circular issued by the Reserve Bank of India (RBI) on January 5, 2024. The Trader confirms having underlying exposure to the currency derivative contracts they engage in through ASHLAR, in accordance with the said RBI directive.
4. **Evidence of Underlying Exposure:** The Trader agrees to provide, upon request by ASHLAR, the relevant exchange, or the RBI, sufficient evidence of the underlying exposure related to their currency derivative contracts. The Trader undertakes to furnish such evidence promptly and as may be required by the requesting party.
5. **Indemnification:** The trader hereby indemnifies ASHLAR and holds ASHLAR harmless from any liabilities, losses, damages, or costs that may arise in the event the Trader is unable to produce the required evidence of underlying exposure as stipulated in point 4 above. This indemnification extends to any legal actions, claims, demands, or expenses incurred by ASHLAR as a result of the Trader’s failure to comply with these conditions.

By signing below, the trader acknowledges their understanding and acceptance of these terms, and commits to adhere to the stipulations as outlined herein.

Signature: _____

Name:

Client ID: