

This is with reference to NSE Circular NSE/INSP/51770 and 52900, Silent features are of as :

Derivative are complicated leveraged products with a potential for oversized gains or losses. Also, Options have complex nonlinear pay-offs. So it is very important to understand all the associated risks and returns while trading in these products.

Also Clients who are trading in Derivatives Product should avoid practices like :

- a) Sharing of trading credentials □ login id & passwords including OTP□ s.
- b) Trading in leveraged products like options without proper understanding, which could lead to losses
- c) Writing/ selling options or trading in option strategies based on tips, without basic knowledge & understanding of the product and its risks
- d) Dealing in unsolicited tips through Whatsapp, Telegram, YouTube, Facebook, SMS, calls, etc.
- e) Trading in □ Options□ based on recommendations from unauthorised / unregistered investment advisors and influencers.