



# POLICY FOR HANDLING GOOD TILL TRIGGER (GTT) ORDERS

## Contents

Sr.No	Particulars	Page No
1	Background	3
2	Scope	3
3	Details of Good Till Triggered/Orders	3
4	Handling of GTT orders in case of corporate actions	5
5	Updating Clients of upcoming Corporate Actions	5
6	Policy Communication	5
7	Policy Review	5

## **Policy for Handling Good Till Date Orders**

### **1. Background:**

Exchanges vide its circular NSE/INSP/62528 dated June21, 2024 and 20240622-2 dated June22,2024 pertaining to Policy on Handling of Good Till Cancelled Orders offered by Members to Clients' mandated trading members to formulate a policy in case they offer "Good Till Cancelled" / "Good Till Triggered" orders or orders of similar type.

### **2. Scope:**

The Exchanges have stated that the policy shall include—

- Details of Good Till Cancelled / Good Till Triggered / Orders of similar type provided by member including its validity.
- Manner of handling of such orders in case of corporate actions (e.g. cancellation, price reset, retaining, etc. for the unexecuted orders).
- Provide time line within which the member shall intimate their clients about details of upcoming corporate actions applicable for such unexecuted orders of clients, which shall not be later than one day prior to the ex-date of the corporate action.

### **3. Details of Good Till Triggered/orders –**

- a. Kredent Trading LLP enables its clients to place "Good Till Trigger" (GTT) orders.
- b. Currently orders placed by the client are by default valid only for the day as NSE and BSE allow orders only with day or IOC validity in equity segment. The client has to re-punch the orders again the subsequent day if the stock does not reach the expected price. To overcome this short coming we are introducing the GTT feature wherein the Buy and Sell Limit order remains active till the time trigger is not hit or 365 days whichever is earlier.
- c. All existing and new clients of Kredent who are eligible to trade in Equity Cash (NSE & BSE) product can avail GTT facility for order placement.
- d. The facility of placing a GTT order is available in Equity Cash (NSE & BSE) segment and CNC product only. It is not available for other products like Cash Plus, Intraday, MTF, C-Future etc. As and when, GTT orders are introduced in new segments the same shall be displayed through the Kredent website and subsequently updated in the policy.
- e. GTT orders can only be placed by specifying a limit price. GTT orders can-not be placed at market price.
- f. Client shall ensure that necessary Funds/Margins/Holdings are available to place GTT orders in their account.

g. The orders are valid for 365 days or till triggered, whichever is earlier. Once a GTT order is triggered the order is placed as a normal order with day validity and reflects in normal order book. Irrespective of whether the order gets executed or remains pending, the order is not carried forward for subsequent day.

h. The client can modify and cancel GTT orders from GTT order book. Once triggered, the price can be modified, or order can be cancelled from normal Order book.

i. All securities in BSE & NSE except securities in Debt Segment, NCD and Bonds are eligible for the placing GTT order.

j. **GTT Buy Order**

GTT Buy order placed below LTP: When the client wants to buy a stock when the price goes down, he can place GTT Buy order with trigger price below LTP. The order will get triggered when LTP is at or below the trigger price.

Example as below:

LTP	Trigger	Limit	Trigger Logic
100	95	94	GTT will get triggered when LTP≤Trigger price LTP at or below 95

GTT Buy order placed above LTP: When the client wants to buy a stock when the price goes up, he can place GTT Buy order with trigger price above LTP. GTT Buy orders above LTP can be as stop loss order. The order will get triggered when LTP is at or above the trigger price.

Example as below:

LTP	Trigger	Limit	Trigger Logic
100	110	111	GTT will get triggered when LTP≥Trigger price LTP at or above 110

k. **GTT Sell Order**

GTT Sell order placed above LTP: When the client wants to Sell a stock and book profit above a certain price, he can place GTT Sell order with trigger price above LTP. The order will get triggered when LTP is at or above the trigger price.

Example as below:

LTP	Trigger	Limit	Trigger Logic
100	110	111	GTT will get triggered when LTP≥Trigger price. LTP at or above 110

GTT Sell order placed below LTP: When the client wants to sell a stock below LTP, he can place GTT Sell order with trigger price below LTP. This can be used for setting stop loss for client's holdings. The order will get triggered when LTP is at or below the trigger price.

Example as below:

LTP	Trigger	Limit	Trigger Logic
100	95	94	GTT will get triggered when LTP≤Trigger price.LTP at or below 95

I. OCO GTT Order: OCO orders are applicable only for Sell orders. One-Cancels-the-Other(OCO) order is a type of order that combines a regular limit order with a stop loss market order. OCO is a single order (one order ID is generated) with two prices 'Target Price' and 'SL' price.

- The client enters two price -Target price and Stop loss price. Each price will have a trigger.
- There are two trigger prices entered and when one trigger is hit the other order gets cancelled.
- That is, if the stop-loss price of this OCO order gets triggered, the target price order gets cancelled.
- In case of OCO orders the target price is above LTP and SL is below LTP. However, in case the client places SL order above LTP, the order will get triggered.

#### **4. Handling of GTT orders in case of corporate actions:**

The impact of corporate action does not impact the GTT orders. The orders remain in the system post corporate action and would get executed based on triggers.

#### **5. Updating Clients of upcoming Corporate Actions:**

Clients shall review their GTT orders pro-actively whenever there may be impact of corporate action on their order/s. It would be the onus of the client to take appropriate action to modify / cancel orders accordingly.

#### **6. Policy Review:**

The said policy shall be reviewed on an annual basis.