

COVER ORDER

What is a cover order?

Any market order which you place along with a stop loss order. In a cover order the buy/sell has to be mandatorily a market order and you have to mandatorily place the stop loss order in a specified range as shown below. This stop loss order cannot be cancelled.

Because you are placing a stop loss order simultaneously while getting into the initiate fresh position, the risk you are taking automatically reduces. Because your risk reduces, the margin requirement also automatically reduces. Remember that all cover orders (CO) will be automatically squared off at 3:15 PM and hence this is a good tool for intraday traders only.

Cover order on ACHIEVERS Trader is allowed only on NSE CASH & FUTURE. Presently it is not available for Commodities & Currency.

Benefit of cover orders for intraday traders:

1. Discipline: Putting a stop loss while intraday trading is very important and most traders usually keep a SL in mind rather than on the system. Even if we put a SL order, we most likely cancel them rather than keeping them on the system. While placing a cover order, you have to mandatorily place a stop loss order within a 3% range from where you are entering the stock/contract and cannot cancel them. This way you are also limiting your losses very fast if there are any. The SL order can be modified, but within the 3% range itself.

2. Higher Leverage: Because the losses are limited, the risk you are taking reduces. If the risk you are taking reduces, we can also offer you higher leverage. Cover orders is meant only for intraday traders as you have to square off all your positions by 3.15 pm.

a. For people trading equity futures/ index futures (margin requirement is only 25-50% of the stipulated overnight margins, see the description below)

So if 1 lot TATASTEEL Future overnight margin (NRML orders) is Rs 48000, with a MIS order you will need 50% of this 48000 (24,000) and with a cover order you will need of 33.33% of 48,000 (**Rs 16000**).

b. For intraday stock trading (Four times the leverage of what is allowed on MIS Trading, which means around 20 times leverage).

c. For intraday trading, you can use cover orders but you don't get any additional leverage. If you want to buy 100 shares of reliance trading at Rs 1000, the total value is Rs 1,00,000. If you are trading using MIS as product type for intraday trading, you will need only 20% of this which is Rs 10,000 to buy/sell (5 times margin). If you are using cover orders, you will get four times the margin benefit of what you get for MIS orders. So in the above example instead of 5 times margin, you get 20 times margin. Now you require only Rs 5000 to buy Rs 1k worth of Reliance for intraday.



- Cover Order facility is available on selected stocks in cash & future as per liquidity.
- This facility can be available between 9.15 A.M to 3.15 P.M only.
- Stop loss price or order can not be modified from any branch or admin terminal.
- Client cannot carry or convert the Cover Order position after giving addition margin also. In this case the client needs to exit from current Cover Position then take fresh position selecting CNC or NRML.
- Cover Order facility is also subject to market conditions. If the market is very volatile on a particular day, the company can disable the facility for that day.
- This facility will be available for both online and offline clients.
- The company is not responsible if the Cover Order is squared off at lower/higher price than the stop loss price set by the client.
- At the time of taking intraday cover order position client has to place stop loss order also.
- The client has option to exit from the position before the stop loss is triggered.
- If the market is stable, client does not exit from the position or stop loss also not trigger then all the Cover Order positions will be auto squared off at 3.15 P.M.
- All Cover Orders will be executed at current market price only. Limit order is not permitted.

To place a cover order, click on the contract and click shift + F1 (for buying) or shift + F2 (for selling). You can also access the cover order from the menu Orders and Trades on ACHIEVERS Trader.

HOW TO PLACE COVER ORDER



NOW 1.8.4.3 SUMCHA23-13958,13958 DotEx International --ALL--:28-May-2013 14:48:31 - [NSE]

File Market Orders and Trades Preferences Surveillance Masters Tools Nest Plus * Window Help

CNX Nifty 6100.45(17.30)
SENSEX 20124.17(93.40)

NSE Normal EQ COALINDIA Normal COAL INDIA LTD

Symbol	Expiry ...	Best B...	Best B...	Best S...	Best S...	Last Tr...	Percen...	ATP	Prev C...	Low Pr...	High P...	Op
RELIANCE		153	842.75	842.85	5	842.90	1.76	835.46	828.30	826.20	846.85	830
INFY		2	2364.85	2365.00	3	2364.70	-0.34	2365.56	2372.70	2353.65	2380.00	2370
COALIN...		171	323.40	323.45				324.37	313.80	320.00	328.00	328
SUNPHA...		79	999.45	999.75				003.83	1013.70	988.15	1023.00	1021

- Buy Cover Order Entry Alt+F1
- Sell Cover Order Entry Alt+F2
- Buy Order Entry F1
- Sell Order Entry F2
- Order Book F3
- Trade Book F8
- Actions ▶
- Act on Call ▶
- Tools ▶
- User Defined Columns ▶
- Dialog Bars ▶
- Display HeatMap
- Set Security Alert
- Intraday Chart
- OHLC Chart Shift+C
- Gridlines Shift+G
- Write to Excel Shift+E
- Link To Excel ▶
- Show Market Watch Settings
- Plugin Commands ▶

RIGHT CLICK ON THE CONTRACT OR STOCK THEN SELECT COVER ORDER IN THE NEW WINDOW.

NSE BFO FAO 28-May-2013,14:48:29 -- NFO LIMIT ORDER modify Status:open BUY BANKNIFTY13JUNFUT Total QTY:25 Disc. QTY:0 Open QTY:25 Filled QTY:0 at 12

PLACE COVER ORDER



NOW 1.8.4.3 SUMCHA23-13958,13958 DotEx International --ALL--:28-May-2013 14:49:34 - [NSE]

File Market Orders and Trades Preferences Surveillance Masters Tools Ngst Plus * Window Help

CNX Nifty 6102.70(19.55)
SENSEX 20129.59(98.82)

Symbol	Expiry ...	Best B...	Best B...	Best S...	Best S...	Last Tr...	Percen...	ATP	Prev C...	Low Pr...	High P...	Op
RELIANCE		27	843.00	843.15	59	843.00	1.77	835.48	828.30	826.20	846.85	830
INFY		227	2364.80	2365.70	12	2364.80	-0.33	2365.56	2372.70	2353.65	2380.00	2370
COALIN...		141	323.75	323.80	1	323.80	3.19	324.37	313.80	320.00	328.00	328
SUNPHA...		85	1000.95	1001.00	255	1001.00	-1.25	1003.81	1013.70	988.15	1023.00	1021

Sell Cover Order Entry - SUMCHA23-13958

Sell Market Order

Exhg-Seg	Pro/Cli	Inst Name	Symbol	Type	Strike Price	Expiry Date
NSE	CLI	EQ	COALINDIA			30May2013

Qty	Disc Qty	Client Id	Client Name	Participant code
10	0	500324-13958	SOMA MAJI PURKAIT	

Stop Loss Market Buy

Trigger Price Range	Perc max	Tr. Price ()
323.75-333.45	3.00	329

SET THE STOP LOSS AND SUBMIT

NSE BFO FAO

28-May-2013,14:49:29 -- NFO LIMIT ORDER :Status:cancelled SELL WIPRO13MAY340CE Total QTY:1000 Disc. QTY:0 Open QTY:1000 Filled QTY:0 at

start | Inbox - jaha... | EQUITY REP... | Incentive St... | Jitu Giri | NOW 1.8.4... | COVER DEM... | 2:49 PM

PRESS F8 TO CHECK THE TRADE CONFIRMATION AND BUY/SALE PRICE



Trade Book - SUMCHA23-13958

Display all Trades Total No. Of Trades : 22

Ex...	Account Id	Trade Status	User Id	Exc...	T...	Symbol	Tra...	Bu...	Pr...	Part...	Trad...	NOWOrderNo	Trad...
NSE	S00324-13958	Trade confirmed	SUMCHA23-13958	S00324	10	COALINDIA	323.55	SELL	CO	13958	1672239	13052800057...	14:55...
NSE	S00324-13958	Trade confirmed	SUMCHA23-13958	S00324	10	COALINDIA	322.95	BUY	CO	13958	1660822	13052800056...	14:52...
NSE	S00324-13958	Trade confirmed	SUMCHA23-13958	S00324	10	COALINDIA	323.65	SELL	CO	13958	1653221	13052800056...	14:51...
NSE	S00324-13958	Trade confirmed	SUMCHA15-13958	S00324	100	COALINDIA	320.00	BUY	CNC	13958	1518203	13052800003...	14:28...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	61	COALINDIA	325.00	BUY	MIS	13958	943484	13052800036...	12:14...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	20	COALINDIA	325.00	BUY	MIS	13958	943483	13052800036...	12:14...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	1	COALINDIA	325.00	BUY	MIS	13958	943482	13052800036...	12:14...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	18	COALINDIA	325.00	BUY	MIS	13958	943481	13052800036...	12:14...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	24	COALINDIA	323.90	SELL	MIS	13958	798806	13052800032...	11:44...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	76	COALINDIA	323.90	SELL	MIS	13958	798805	13052800032...	11:44...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	100	COALINDIA	324.05	SELL	MIS	13958	643721	13052800027...	11:04...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	187	COALINDIA	324.20	BUY	MIS	13958	631262	13052800027...	11:01...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	2	COALINDIA	324.20	BUY	MIS	13958	631261	13052800027...	11:01...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	61	COALINDIA	324.20	BUY	MIS	13958	631260	13052800027...	11:01...
NSE	S00528-13958	Trade confirmed	MCPAHARI01-13...	S00528	50	COALINDIA	324.15	BUY	MIS	13958	535419	13052800023...	10:42...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	100	COALINDIA	324.85	SELL	MIS	13958	477934	13052800021...	10:33...
NSE	S00528-13958	Trade confirmed	MCPAHARI01-13...	S00528	50	COALINDIA	323.30	SELL	MIS	13958	180747	13052800010...	09:38...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	86	COALINDIA	323.30	SELL	MIS	13958	160843	13052800009...	09:34...
NSE	M00185-13958	Trade confirmed	MCPAHARI01-13...	M00185	64	COALINDIA	323.30	SELL	MIS	13958	160844	13052800009...	09:34...
NSE	S00324-13958	Trade confirmed	SUMCHA15-13958	S00324	27	COALINDIA	325.65	SELL	CNC	13958	6055	13052800002...	09:15...
NSE	S00324-13958	Trade confirmed	SUMCHA15-13958	S00324	50	COALINDIA	325.65	SELL	CNC	13958	6056	13052800002...	09:15...
NSE	S00324-13958	Trade confirmed	SUMCHA15-13958	S00324	23	COALINDIA	325.45	SELL	CNC	13958	6057	13052800002...	09:15...

BQ : 510 BV : 164987.00 SV : 200972.40 SQ : 620 B-ATP : 323.50 S-ATP : 324.15 NV : 35985.39 NQ : -110

start Inbox - jaha... 2 Microsof... Jitu Giri NOW 1.8.4... COVER DEM... Cover Order... 2:55 PM

PRESS F3 TO CHECK STOP LOSS ORDER AND CLICK ON EXIT TO SQUARE OFF THE COVER ORDER POSITION
BEFORE STOP LOSS IS TRIGGERED



Order Book - SUMCHA23-13958

Display all Orders Open Orders: 3 Completed Orders: 17

Open Orders													
Ex...	UserId	Or...	AccountId	Buy/Sell	Trading Sy...	Total Qty	Pendin...	Price	Status	Reje...			
NSE	SUMCHA23-...	SL-M	S00324-13958	BUY	COALINDIA-EQ	10	10	0.00	trigger pending				
NSE	SUMCHA15-...	LIMIT	S00324-13958	SELL	COALINDIA-EQ	100	100	325.00	open				
NSE	MCPAHARIO...	SL	M00185-13958	BUY	COALINDIA-EQ	100	100	328.00	trigger pending				

Completed Orders													
E...	UserId	AccountId	Or...	Pr...	Pa...	B...	Trading Symbol	To...	Pendin...	Dis...	Price	Status	Rejection Reason
NSE	SUMCHA23-...	S00324-13...	MAR...	CO	13958	SELL	COALINDIA-EQ	10	0	0	0.00	complete	
NSE	SUMCHA23-...	S00324-13...	MAR...	CO	13958	BUY	COALINDIA-EQ	10	0	0	0.00	complete	
NSE	SUMCHA23-...	S00324-13...	MAR...	CO	13958	SELL	COALINDIA-EQ	10	0	0	0.00	complete	
NSE	SUMCHA23-...	S00324-13...	SL-M	CO		BUY	COALINDIA-EQ	10	10	0	0.00	rejected	RMS:Client not en
NSE	SUMCHA23-...	S00324-13...	MAR...	CO		SELL	COALINDIA-EQ	10	10	0	0.00	rejected	RMS:Client not en
NSE	SUMCHA15-...	S00324-13...	LIMIT	CNC	13958	BUY	COALINDIA-EQ	100	0	0	320.00	complete	
NSE	MCPAHARIO...	M00185-1...	MAR...	MIS	13958	BUY	COALINDIA-EQ	100	0	0	0.00	complete	
NSE	MCPAHARIO...	M00185-1...	MAR...	MIS	13958	SELL	COALINDIA-EQ	100	0	0	0.00	complete	
NSE	MCPAHARIO...	M00185-1...	MAR...	MIS	13958	SELL	COALINDIA-EQ	100	0	0	0.00	complete	
NSE	MCPAHARIO...	M00185-1...	MAR...	MIS	13958	BUY	COALINDIA-EQ	250	0	0	0.00	complete	
NSE	MCPAHARIO...	S00528-13...	MAR...	MIS	13958	BUY	COALINDIA-EQ	50	0	0	0.00	complete	
NSE	MCPAHARIO...	M00185-1...	LIMIT	MIS	13958	SELL	COALINDIA-EQ	100	0	0	320.00	complete	
NSE	MCPAHARIO...	S00528-13...	LIMIT	MIS		SELL	COALINDIA-EQ	100	100	0	324.95	rejected	RMS:Margin Exce
NSE	MCPAHARIO...	S00528-13...	SL	MIS	13958	BUY	COALINDIA-EQ	50	50	0	331.00	cancelled	
NSE	MCPAHARIO...	S00528-13...	LIMIT	MIS	13958	SELL	COALINDIA-EQ	50	0	0	323.30	complete	

BQ : 110 BV : 32800.00 SV : 32500.00 SQ : 100 NV : -300.00 NQ : 10

THANK YOU