

Annexure -I: Risk disclosures

RISK DISCLOSURES ON DERIVATIVES

- 9 out of 10 individual traders in equity Futures and Options Segment, incurred net losses.
- On an average, loss makers registered net trading loss close to ₹ 50,000.
- Over and above the net trading losses incurred, loss makers expended an additional 28% of net trading losses as transaction costs.
- Those making net trading profits, incurred between 15% to 50% of such profits as transaction cost.

SOURCE:

1. SEBI STUDY DATED JANUARY 25, 2023 ON “ANALYSIS OF PROFIT AND LOSS OF INDIVIDUAL TRADERS DEALING IN EQUITY FUTURES AND OPTIONS (F&O) SEGMENT”, WHEREIN AGGREGATE LEVEL FINDINGS ARE BASED ON ANNUAL PROFIT/LOSS INCURRED BY INDIVIDUAL TRADERS IN EQUITY F&O DURING FY 2021-22.