

Demat account opening procedure

To begin trading in equities, you need to have a:

- **Bank account:-** Use this bank account for transferring funds to and from your trading account
- **Trading account:** Helps you place buy and sell orders in the stock market, links bank & demataccount
- **Demat account:** Enables you to store your shares in an electronic form

What is a Demat Account?

Converting your physical shares into the electronic format is called [dematerialization](#). Holding physical shares involves risk and shares in the Demat Account are stored easily. A Demat account is also known as Dematerialized account. In other words, your physical shares can be converted or dematerialized into electronic format and can be held in a Demat Account.

What is a Trading Account?

A trading account is used to buy/sell shares in stock markets. Once you have a Demat Account, you need a Trading Account which has a unique trading number used to trade in shares. Once you start trading in share markets, you need three accounts: Bank/Demat/Trading Account. Trading Account acts as a link between your bank account and Demat account, allowing you to trade in stock markets. Having an online trading account helps you gain secure access to multiple stock markets.

Difference between demat and trading account

DEMAT ACCOUNT	TRADING ACCOUNT
<ul style="list-style-type: none"> ✓ A Demat account is used to hold shares in the electronic format that you buy in the share market ✓ Demat Account will have a unique Demat number, which will be used to uniquely identify your account. ✓ Demat Account can hold financial instruments like equity shares, mutual funds, government securities and exchange traded funds ✓ The key role of a aDemat Account is to ensure the safety of investor’s shares 	<ul style="list-style-type: none"> ✓ The trading account works as a link between your Bank account and Demat account. ✓ Trading Account will have a unique trading number, which will be used to trade in the share market. ✓ Trading Account only helps in the act of buying and selling the securities, and is not used to hold any financial securities. ✓ The key role of Trading Account is to allow you to carry out trading transactions in the stock market.

How to open a demat account?

Here are the steps for opening a [demat account](#) with [torusfinancialmarkets.com](#)

1. Choose an intermediary

You may choose a bank, a brokerage, or any other financial institution as your intermediary. An intermediary works as a middle-man between the stock exchange and the investor. You can start your online account opening procedure by filling up an account opening form with [torusfinancialmarkets.com](#)

2. Documents required to open a demataccount

Along with your account application form, you need to enclose certain documents for identity and address proof.

List of mandatory KYC documents to open a demataccount online with [torusfinancialmarkets.com](#) are:

- Pan Card
- Aadhar Card
- A cancelled cheque for account linking
- Income Proof

3. Demat account Charges

Particulars	Charges (Rs.)
Annual Maintenance Charges (AMC) levied on monthly basis	
Individual / HUFs/ Trust	
Yearly maintenance charges for accounts activated on or after September 01, 2015	400/- p.a.
Basic Services Demat Account (BSDA)	
Holding value at any date up to Rs. 50,000/-	Nil
Holding value at any date between Rs. 50,001/- to Rs. 200,000/-	100/- p.a.

4. Contract

Next, you should sign an agreement with your intermediary that includes details on the rights and duties of the investor and the intermediary. You will receive a copy of this agreement and details of charges, for future reference. It is wise to check the document carefully before signing.

5. Demat account number

After completing all the above steps, your bank/ brokerage firm (intermediary) will open your demat account. They will then provide you with your demat account number, also known as beneficial owner identification number (BO ID). This will complete your account opening procedure.

After opening your demat account, you may start trading in equities. Investing in equities could provide good long-term returns on your investments. Additionally, you can be more well-versed and makesmartinvestment choices by using the research provided on <https://www.torusfinancialmarkets.com/>

OPEN DEMAT ACCOUNT-<https://heytorus.com/#/>

Our team provides recommended stocks and comparisons between returns for all investors, available online - at one click. When placing an order for trade, you need to select a product code to identify the category of the order. There are multiple product codes, namely:

- Normal Order (NRML)
- Margin Intraday Square-Off (MIS)
- Cover Order

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- Bracket Order
- Cash N Carry (CNC)
 - CNC stands for Cash N Carry, which is also known as delivery trading. It refers to the arrangement where you (the trader) need to pay the entire amount in cash or give shares as margin equating to the value of purchase at the time of the order placement.
 - It is delivery-based trading, where the system will require you to bring in 100% margin for buy orders and sufficient holdings for sell orders unless squaring off an existing open position.
 - You can always convert your CNC order to intraday (MIS) anytime during the day.