

What is a Demat account, and why is it necessary?

A Demat account holds shares electronically and is mandatory for trading on NEPSE.

How can I open a Demat account in Nepal?

Visit a Depository Participant (DP) with required documents, such as a citizenship ID.

What are the charges for maintaining a Demat account?

Annual charges range from NPR 100 to NPR 300, depending on the DP.

Can I open multiple Demat accounts?

Yes, but they must be with different DPs.

How can I check the shares in my Demat account?

Log in to your DP's online portal or mobile app.

What happens if I lose access to my Demat account?

Contact your DP to reset the password or regain access.

Can minors open a Demat account?

Yes, with a guardian's documents and approval.

How do I link my bank account to my Demat account?

Provide your bank details during the Demat account setup process.

What is a BOID number?

It's a unique 16-digit identification number for your Demat account.

How can I close my Demat account?

Submit a closure request to your DP with all required documents.

What is a trading account?

A trading account is used to execute buy/sell orders in the stock market.

How do I open a trading account in Nepal?

Visit a licensed stockbroker with necessary documents like a Demat account number.

Is online trading available in Nepal?

Yes, brokers provide online trading platforms integrated with NEPSE.

What are the charges for trading in Nepal?

Charges include broker commissions (0.4% to 0.6%) and NEPSE fees. How do I reset my trading account credentials?

Contact your broker or use the "Forgot Password" option on the trading platform.

Can I trade without linking my Demat account?

No, a Demat account is mandatory to hold and settle shares.

What is the minimum amount required to start trading?

There is no fixed minimum; it depends on your trading preferences.

How do I withdraw funds from my trading account?

Request a withdrawal from your broker, and the amount will be transferred to your linked bank account.

Can I trade internationally from Nepal?

No, NEPSE currently allows trading only in local securities.

What is the settlement process for trades in NEPSE?

Trades follow a T+2 settlement cycle, meaning shares and funds are settled within two working days.

How do I get a refund for an unsuccessful IPO application?

The refund is automatically processed to your linked bank account by CDSC.

What happens if my refund is delayed?

Contact CDSC or the issuing company to resolve the delay.

How can I check my refund status?

Log in to MeroShare or check your bank statement.

Is there any fee for receiving refunds in Nepal?

No, refunds are processed free of charge.

What if my bank account details are incorrect for refunds?

The refund will be held until you update the correct details with your DP.

Can I redirect the refund to another account?

Yes, update the new account details with your DP.

How long does it take for the refund to reflect in my account?

Typically, refunds are processed within 3-7 working days.

What is the process for claiming a refund for failed trades?

Contact your broker and provide transaction details for resolution.

What should I do if the refund amount is incorrect?

Contact the issuing company or CDSC for clarification.

Who should I contact for refund-related complaints?

Reach out to CDSC or the issuing company for assistance.

What does EDIS mean?

EDIS stands for Electronic Delivery Instruction Slip, enabling digital authorization for share transfers.

How do I activate EDIS for my account?

Log in to the DP's portal and complete the required steps for EDIS activation.

Why is my Demat account frozen?

It could be due to incomplete KYC, unpaid fees, or legal restrictions.

How can I unlock a frozen account?

Resolve pending issues like updating KYC or clearing overdue fees with your DP.

Can I trade if my account is frozen?

No, you need to unfreeze your account first.

What is the process for submitting an EDIS?

Log in to the DP's portal, approve the transaction, and complete the authorization.

What should I do if my EDIS is rejected?

Verify the transaction details and contact your DP for resolution.

Can I freeze my account for security reasons?

Yes, you can request your DP to freeze your account temporarily.

Is there a fee for using EDIS?

Most DPs provide EDIS free of charge, but some may charge a nominal fee.

How do I check if my account is active or frozen?

Contact your DP or check the status on their online portal.

What is collateral in trading?

Collateral refers to shares pledged to obtain a margin for trading.

How do I pledge shares as collateral in Nepal?

Submit a collateral request to your broker with the required share details.

What is the maximum margin allowed against collateral?

It ranges from 50% to 70% of the pledged shares' value.

How can I check my collateral status?

Log in to your trading account or contact your broker.

Can I withdraw shares pledged as collateral?

Yes, once the margin is repaid or obligations are cleared.

What happens if the value of my pledged shares decreases?

You may need to provide additional collateral or face liquidation.

Is there a fee for loading collateral?

Some brokers may charge a processing fee for collateral services.

How does collateral affect my trading limits?

Pledged shares increase your margin, allowing higher trading limits.

Can I use collateral for IPO applications?

No, collateral is primarily used for margin trading, not IPO applications.

What are the risks of pledging shares?

Market volatility may lead to forced liquidation if the value of shares falls significantly.

What is margin trading in Nepal?

It allows trading by borrowing funds from brokers using collateral.

What is the interest rate for margin trading?

Interest rates vary by broker, generally ranging from 12% to 16% annually.

How can I start margin trading?

Open a margin account with your broker and pledge shares as collateral.

What is the margin maintenance requirement?

Brokers require a minimum margin level (e.g., 50% of the pledged value).

Can I trade on margin for IPO applications?

No, margin trading is limited to secondary market transactions.

What happens if I fail to maintain the margin?

The broker may liquidate your pledged shares to cover losses.

What are the risks of margin trading?

Losses can exceed your initial investment if trades go against you.

Can I repay the margin in installments?

This depends on the broker's policies.

What is the maximum leverage allowed in Nepal?

NEPSE and SEBON regulate leverage, generally up to 1.5x your collateral.

What documents are required to open a margin trading account?

You need your citizenship ID, KYC details, and a Demat account.

What is KYC, and why is it important?

KYC ensures your identity is verified for compliance and security.

What documents are needed for KYC in Nepal?

Citizenship ID, PAN card (if applicable), and address proof.

How do I update my KYC details?

Visit your DP with updated documents or use their online portal.

What happens if my KYC is incomplete?

Your accounts may be frozen, preventing transactions.

Can I complete KYC online in Nepal?

Yes, many DPs provide online KYC submission services.

How long does it take to verify KYC?

KYC verification typically takes 1-3 working days.

Is there a fee for KYC verification?

Most DPs offer free KYC verification services.

Can I trade without completing KYC?

No, KYC completion is mandatory for trading and Demat accounts.

How do I check if my KYC is approved?**

Contact your DP or check your account status online.

What should I do if my KYC is rejected?

Update your documents and reapply through your DP.

What is NEPSE, and what does it do?

NEPSE is Nepal Stock Exchange, facilitating securities trading.

How do I buy shares in NEPSE?

Open a Demat and trading account, then place orders through a broker.

What is the trading hour for NEPSE?

NEPSE operates from 11:00 AM to 3:00 PM, Sunday to Thursday.

Can foreigners invest in NEPSE?

No, NEPSE is limited to Nepali citizens.

What is the role of SEBON in Nepal?

SEBON regulates and supervises Nepal's securities market.

How do I apply for an IPO in Nepal?

Use the MeroShare platform or visit your DP.

What is the capital gains tax on shares in Nepal?

Capital gains tax is 5% for individuals and 10% for organizations.

How do I report an issue with my broker?

File a complaint with SEBON or NEPSE.

What is the minimum age for trading in Nepal?

You must be 18 years old to open a trading account.

Can I trade cryptocurrencies in Nepal?

No, cryptocurrencies are not legally traded in Nepal.