## **Policy for Penny Stock**

A stock that trades at a relatively low price and having low market capitalization. These types of stocks are generally considered to be highly speculative and high risk is associated with them because of their lack of liquidity, large bid-ask spreads, small capitalization and limited disclosure. Depending on the market condition and RMS policy of the company, RMS reserves the right to refuse to provide the limit in Penny stocks and losses if any on account of such refusal shall be borne by client only.