

National Stock Exchange Of India Limited

Department : FUTURES & OPTIONS

Download Ref No: NSE/FAOP/40034

Date : January 24, 2019

Circular Ref. No: 13/2019

All Members,

Adjustment of Futures and Options contracts in the security CONCOR

In pursuance of SEBI guidelines for adjustments to futures and options contracts on announcement of corporate action, the members are informed of the following:

Container Corporation Of India Limited has informed the Exchange that the Board of Directors at its meeting held on December 20, 2018, have considered and approved bonus at the ratio of 1 (one) Equity Shares for every 4 (four) Equity Shares held. Further, the Company has fixed Record Date as February 5, 2019 for the purpose allotment of Bonus equity shares

Symbol : CONCOR
Bonus issue ratio : 1:4
Ex-Date : February 04, 2019

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of CONCOR, the adjustment factor is $(1+4)/4 = 1.25$, since the bonus issue ratio is 1:4.

Adjustments for Options Contracts:

1. Strike Price: The adjusted strike price shall be arrived at by dividing the old strike price by the adjustment factor.
2. Market Lot: The adjusted market lot shall be arrived at by multiplying the old market lot by the adjustment factor. The revised market lot would be 1563.

Adjustments for Futures Contracts:

1. Futures base price: The adjusted futures base price shall be arrived at by dividing the old futures price by the adjustment factor.
2. Market Lot: The adjusted market lot shall be arrived at by multiplying the old market lot by the adjustment factor. The revised market lot would be 1563.

An example of the adjustments described above is given in Annexure 1.

The methodology for position adjustments shall be separately intimated by NSE Clearing.

The above changes shall be effective from February 04, 2019.

Members are advised to load the updated contract.gz file in the trading application before trading on February 04, 2019. This file can be obtained from the directory faoftp/faocommon on the Extranet server.

The details of the revised option strike prices, futures prices, lot size and quantity freeze limit will be informed to members separately on February 01, 2019.

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Associate Vice President

Toll Free No	Fax No	Email id
1800-266-0053	+91-22-26598449	msm@nse.co.in

Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	CONCOR	28-FEB-2019	650.00	CE	1250
OPTSTK	CONCOR	28-FEB-2019	650.00	PE	1250
OPTSTK	CONCOR	28-MAR-2019	660.00	CE	1250
OPTSTK	CONCOR	28-MAR-2019	660.00	PE	1250

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	CONCOR	28-FEB-2019	520.00	CE	1563
OPTSTK	CONCOR	28-FEB-2019	520.00	PE	1563
OPTSTK	CONCOR	28-MAR-2019	528.00	CE	1563
OPTSTK	CONCOR	28-MAR-2019	528.00	PE	1563

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	CONCOR	31-JAN-2019	662.35	1250

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	CONCOR	31-JAN-2019	529.90	1563

If the revised strike/futures prices and the lot size on account of adjustment appear in decimal places, the strike/futures prices shall be rounded off to the nearest tick size and the lot size shall be rounded off to the nearest integer.

The figure is only an indicative value for the purpose of example.

