

# National Stock Exchange of India Limited

## Circular

Department: FUTURES & OPTIONS	
Download Ref No: NSE/FAOP/49800	Date: October 01, 2021
Circular Ref. No: 77/2021	

All Members,

Adjustment of Futures and Options contracts in the security SRF

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

SRF Limited has informed the Exchange that the Board of Directors in its meeting held on August 31, 2021 has inter-alia considered and approved issue of Bonus Shares in the ratio of 4:1 i.e. 4 (four) new equity bonus share of Rs. 10/-each for every 1(one) existing equity share of Rs.10/- each fully paid up, subject to approval of the shareholders. Further, the Company has fixed Record Date as October 14, 2021 for the purpose of Bonus Shares.

Symbol : SRF  
Bonus issue ratio : 4:1  
Ex-Date : October 13, 2021

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as  $(A+B)/B$ . In the case of SRF Limited, the adjustment factor is  $(4+1)/1 = 5$ , since the bonus issue ratio is 4:1.

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 625.

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.

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## National Stock Exchange of India Limited

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 625.

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 October 13, 2021.

Members are advised to load the updated contract.gz file in the trading application before trading on October 13, 2021. 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 October 12, 2021.

For and on behalf of  
National Stock Exchange of India Limited

Khushal Shah  
Associate Vice President

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# National Stock Exchange of India Limited

## Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	SRF	28-Oct-2021	11000	CE	125
OPTSTK	SRF	28-Oct-2021	11000	PE	125
OPTSTK	SRF	25-Nov-2021	12200	CE	125
OPTSTK	SRF	25-Nov-2021	12200	PE	125

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	SRF	28-Oct-2021	2200	CE	625
OPTSTK	SRF	28-Oct-2021	2200	PE	625
OPTSTK	SRF	25-Nov-2021	2440	CE	625
OPTSTK	SRF	25-Nov-2021	2440	PE	625

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	SRF	28-Oct-2021	11,252.85	125

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	SRF	28-Oct-2021	2250.57	625

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.