

NATIONAL STOCK EXCHANGE OF INDIA LIMITED**DEPARTMENT : FUTURES & OPTIONS**

Download Ref No : NSE/FAOP/30749

Date : September 14, 2015

Circular Ref. No : 090/2015

All Members,

Adjustment of Futures and Options contracts in the security COLPAL

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

Colgate Palmolive (India) Limited has informed the Exchange that the Company has fixed Record Date as September 24, 2015 for the purpose of ascertaining the Shareholders who are eligible to receive Bonus Share (1:1)

Symbol : COLPAL
Bonus issue ratio : 1:1
Ex-Date : September 23, 2015

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of COLPAL, the adjustment factor is $(1+1)/1 = 2$, since the bonus issue ratio is 1:1.

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.

Adjustments for Futures Contracts:

1. Futures price: The adjusted futures 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.

Market lot for September 2015 and October 2015 expiries will have a revised lot of 250**Market lot for November 2015 expiry and onwards will have a revised lot of 500**

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

The methodology for position adjustments shall be separately intimated by NSCCL.

The above changes shall be effective from September 23, 2015.

Members are advised to load the updated contract.gz file in the trading application before trading on September 23, 2015. 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 September 22, 2015.

**For and on behalf of
National Stock Exchange of India Limited**

**Khushal Shah
Chief Manager**

Toll Free No	Fax No	Email id
1800-22-00-53	+91-22-26598449	fotrade@nse.co.in

Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	COLPAL	24-SEP-2015	1800	CE	125
OPTSTK	COLPAL	24-SEP -2015	1800	PE	125
OPTSTK	COLPAL	26-NOV-2015	2000	CE	250
OPTSTK	COLPAL	26-NOV -2015	2000	PE	250

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	COLPAL	24-SEP-2015	900	CE	250
OPTSTK	COLPAL	24-SEP -2015	900	PE	250
OPTSTK	COLPAL	26-NOV-2015	1000	CE	500
OPTSTK	COLPAL	26-NOV -2015	1000	PE	500

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	COLPAL	24-SEP-2015	1851.25	125
FUTSTK	COLPAL	26-NOV-2015	1878.25	250

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	COLPAL	24-SEP-2015	925.65	250
FUTSTK	COLPAL	26-NOV-2015	939.15	500

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.