

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

Download Ref No : NSE/FAOP/35847

Date : September 19, 2017

Circular Ref. No : 101/2017

All Members,

**Adjustment of Futures and Options contracts in the security BEL**

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

Bharat Electronics Limited has informed the Exchange that the Board of the Company has, in its meeting held on 10th August 2017, approved the proposal for issue of Bonus shares to the existing shareholders of the Company in the ratio of 1:10 ( One Bonus share for every 10 shares held). Further, the company has fixed Record Date as September 29, 2017 for the purpose of bonus equity share.

Symbol : BEL  
Bonus issue ratio : 1:10  
Ex-Date : September 28, 2017

**Adjustment factor:**

Adjustment factor for Bonus issue of A: B is defined as  $(A+B)/B$ . In the case of BEL, the adjustment factor is  $(1+10)/10 = 1.1$ , since the bonus issue ratio is 1:10.

**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 **4950**.

**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. The revised market lot would be **4950**.

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 28, 2017.

Members are advised to load the updated contract.gz file in the trading application before trading on September 28, 2017. 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 27, 2017.

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

**Abhijeet Sontakke  
Senior Manager**

<b>Toll Free No</b>	<b>Fax No</b>	<b>Email id</b>
1800-266-00-53	+91-22-26598155	<a href="mailto:msm@nse.co.in">msm@nse.co.in</a>

## Annexure-1

### Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BEL	28-SEP-2017	195	CE	4500
OPTSTK	BEL	28-SEP-2017	195	PE	4500
OPTSTK	BEL	28-SEP-2017	200	CE	4500
OPTSTK	BEL	28-SEP-2017	200	PE	4500

### Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BEL	28-SEP-2017	177.25	CE	4950
OPTSTK	BEL	28-SEP-2017	177.25	PE	4950
OPTSTK	BEL	28-SEP-2017	181.80	CE	4950
OPTSTK	BEL	28-SEP-2017	181.80	PE	4950

### Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	BEL	28-SEP-2017	193.00	4500

### Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	BEL	28-SEP-2017	175.45	4950

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.