



FUTURES AND OPTIONS SEGMENT

Circular No. 090

Sub: Adjustment of Futures and Options contracts in the security BAJAJ-AUTO

Date: Sep 01, 2010

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

Download No: 15619



**022-26598180
022-26598151
022-26598152**

**Prakriti Dabral
Dipesh Sahoo
Sachin Dhar**

Bajaj Auto Limited has informed the Exchange that pursuant to the authority conferred by the Board of Directors, the Committee of Directors has resolved to fix September 10, 2010 as the record date to determine the eligible shareholders, who are entitled to receive the bonus shares for issue of bonus shares in the ratio of 1:1 (one new share of Rs.10/- each for one existing equity share of Rs.10/- each).

Symbol : BAJAJ-AUTO
Bonus Ratio : 1:1
Ex-date : September 08, 2010

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of BAJAJ-AUTO, 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. The revised market lot would be **250**.

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 **250**.

No of Pages: 3



fotrade@nse.co.in



022-26598449

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 8, 2010.

Members are advised to load the updated contract.gz file in the trading application before trading on September 8, 2010. This file can be obtained from the directory faoftp/faocommon on the Extranet server.

The details of the revised option strike prices and futures prices will be informed to members separately on September 7, 2010.

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

**Suprabhat Lala
Vice President**



Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BAJAJ-AUTO	30-SEP-10	2750	CA	125
OPTSTK	BAJAJ-AUTO	30-SEP-10	2750	PA	125
OPTSTK	BAJAJ-AUTO	30-SEP-10	2800	CA	125
OPTSTK	BAJAJ-AUTO	30-SEP-10	2800	PA	125

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BAJAJ-AUTO	30-SEP-10	1375	CA	250
OPTSTK	BAJAJ-AUTO	30-SEP-10	1375	PA	250
OPTSTK	BAJAJ-AUTO	30-SEP-10	1400	CA	250
OPTSTK	BAJAJ-AUTO	30-SEP-10	1400	PA	250

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Future Base price**	Market Lot
FUTSTK	BAJAJ-AUTO	30-SEP-2010	2765.00	125

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Future Base price**	Market Lot
FUTSTK	BAJAJ-AUTO	30-SEP-2010	1382.50	250

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