

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

Download Ref No : NSE/FAOP/32510

Date : June 03, 2016

Circular Ref. No : 048/2016

All Members,

Adjustment of Futures and Options contracts in the security BPCL

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 Petroleum Corporation Limited has informed the Exchange that the Company has fixed Record Date as July 14, 2016 to ascertain the Members entitled to receive Bonus Equity Shares of the Company.

Symbol : BPCL
Bonus issue ratio : 1:1
Ex-Date : July 13, 2016

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of BPCL, 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 **1200**.

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 **1200**.

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 July 13, 2016.

Members are advised to load the updated contract.gz file in the trading application before trading on July 13, 2016. 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 July 12, 2016.

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

**Khushal Shah
Chief Manager**

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Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BPCL	28-JUL-2016	1000	CE	600
OPTSTK	BPCL	28-JUL-2016	1000	PE	600
OPTSTK	BPCL	28-JUL-2016	1020	CE	600
OPTSTK	BPCL	28-JUL-2016	1020	PE	600

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BPCL	28-JUL-2016	500	CE	1200
OPTSTK	BPCL	28-JUL-2016	500	PE	1200
OPTSTK	BPCL	28-JUL-2016	510	CE	1200
OPTSTK	BPCL	28-JUL-2016	510	PE	1200

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	BPCL	28-JUL-2016	995.35	600

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	BPCL	28-JUL-2016	497.70	1200

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.