

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

Download Ref No : NSE/FAOP/34336

Date : March 07, 2017

Circular Ref. No : 15/2017

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 Directors, at its meeting held on January 27, 2017, has considered and approved sub-division of existing one equity share of Rs 10/- each face value fully paid-up into 10 number of equity shares of Re.1/- each face value , subject to approval of the shareholders. Further, the company has fixed Record date as March 17, 2017.

Symbol : BEL  
Stock split ratio : 10:1  
Ex-date : March 16, 2017

**Adjustment factor:**

Adjustment factor for Stock split of A: B is defined as (A/B). In the case of BEL, the adjustment factor is  $(10/1) = 10$ , since the split ratio is 10:1.

**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 **4500**.

**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 **4500**.

An example for deriving the adjustment factor, revised strike /futures base price and lot size is given in Annexure-1

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

The above changes shall be effective from March 16, 2017.

Members are advised to load the updated contract.gz file in the trading application before trading on March 16, 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 and quantity freeze limit will be informed to members separately on March 15, 2017.

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

**Abhijeet Sontakke  
Senior Manager**

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## Annexure-1

### Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BEL	30-MAR-2017	1500	CE	450
OPTSTK	BEL	30-MAR-2017	1500	PE	450
OPTSTK	BEL	27-APR-2017	1550	CE	450
OPTSTK	BEL	27-APR-2017	1550	PE	450

### Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BEL	30-MAR-2017	150	CE	4500
OPTSTK	BEL	30-MAR-2017	150	PE	4500
OPTSTK	BEL	27-APR-2017	155	CE	4500
OPTSTK	BEL	27-APR-2017	155	PE	4500

### Futures contract before adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	BEL	30-MAR-2017	1537.30	450
FUTSTK	BEL	27-APR-2017	1543.00	450

### Futures contract after adjustment:

Instrument	Symbol	Expiry date	Future Base price#	Market Lot
FUTSTK	BEL	30-MAR-2017	153.75	4500
FUTSTK	BEL	27-APR-2017	154.3	4500

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.