

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

Download Ref No : NSE/FAOP/35061

Date : June 08, 2017

Circular Ref. No : 52/2017

All Members,

Adjustment of Futures and Options contracts in the security BIOCON

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

Biocon Limited has informed the Exchange that the Board of Directors of the Company at their meeting held on April 27, 2017, considered and approved the recommendation of issue of Bonus Shares in the proportion of 2:1 i.e. 2 (two) bonus equity shares of Rs. 5/- each for every 1(one) fully paid-up equity shares of Rs. 5/- each held as on record date, subject to the approval of the members of the Company. Further, the Company has fixed Record Date as June 17, 2017 to determine the eligible shareholders entitled to receive the Bonus Equity Shares.

Symbol : BIOCON
Bonus issue ratio : 2:1
Ex-Date : June 15, 2017

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of BIOCON, the adjustment factor is $(2+1)/1 = 3$, since the bonus issue ratio is 2:1.

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 **1800**.

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 **1800**.

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 June 15, 2017.

Members are advised to load the updated contract.gz file in the trading application before trading on June 15, 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 June 14, 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	BIOCON	29-JUN-2017	1040.00	CE	600
OPTSTK	BIOCON	29-JUN-2017	1040.00	PE	600
OPTSTK	BIOCON	29-JUN-2017	1060.00	CE	600
OPTSTK	BIOCON	29-JUN-2017	1060.00	PE	600

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	BIOCON	29-JUN-2017	346.65	CE	1800
OPTSTK	BIOCON	29-JUN-2017	346.65	PE	1800
OPTSTK	BIOCON	29-JUN-2017	353.35	CE	1800
OPTSTK	BIOCON	29-JUN-2017	353.35	PE	1800

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	BIOCON	29-JUN-2017	992.45	600

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	BIOCON	29-JUN-2017	330.80	1800

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.