

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

Download Ref No : NSE/FAOP/35078

Date : June 09, 2017

Circular Ref. No : 54/2017

All Members,

Adjustment of Futures and Options contracts in the security PCJEWELLER

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

PC Jeweller Limited has informed the Exchange that the Board of Directors of the Company at its meeting held on May 25, 2017 has recommended issue of bonus shares in the proportion of 1(one) equity share for every 1(one) existing equity share, by capitalizing Securities Premium Reserves/Free Reserves subject to the approval of the Members. Further, the company has fixed Record Date as July 07, 2017 for the purpose of Bonus issue.

Symbol : PCJEWELLER
Bonus issue ratio : 1:1
Ex-Date : July 06, 2017

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of PCJEWELLER, 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 **3000**.

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 **3000**.

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 06, 2017.

Members are advised to load the updated contract.gz file in the trading application before trading on July 06, 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 July 05, 2017.

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

**Abhijeet Sontakke
Senior Manager**

Toll Free No	Fax No	Email id
1800-266-00-53	+91-22-26598155	msm@nse.co.in

Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	PCJEWELLER	27-JUL-2017	540.00	CE	1500
OPTSTK	PCJEWELLER	27-JUL-2017	540.00	PE	1500
OPTSTK	PCJEWELLER	27-JUL-2017	550.00	CE	1500
OPTSTK	PCJEWELLER	27-JUL-2017	550.00	PE	1500

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	PCJEWELLER	27-JUL-2017	270.00	CE	3000
OPTSTK	PCJEWELLER	27-JUL-2017	270.00	PE	3000
OPTSTK	PCJEWELLER	27-JUL-2017	275.00	CE	3000
OPTSTK	PCJEWELLER	27-JUL-2017	275.00	PE	3000

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	PCJEWELLER	27-JUL-2017	535.55	1500

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	PCJEWELLER	27-JUL-2017	267.75	3000

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.