

National Stock Exchange of India Limited

Circular

Department: FUTURES & OPTIONS	
Download Ref No: NSE/FAOP/52487	Date: June 01, 2022
Circular Ref. No: 50/2022	

All Members,

Adjustment of Futures and Options contracts in the security AUBANK

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

AU Small Finance Bank Limited has informed the Exchange that the Board of Directors in its meeting held on April 26, 2022 has recommended issue of Bonus Shares in the ratio of 1:1 i.e. 1 (One) new bonus equity shares of Rs. 10/- each for every 1 (One) existing equity share of Rs. 10/- each fully paid up, subject to approval of the shareholders. Further, the Company has fixed record date as June 10, 2022 to determine the eligibility of shareholders to receive bonus shares.

Symbol : AUBANK
Bonus issue ratio : 1:1
Ex-Date : June 09, 2022

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of AUBANK, 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 1000.

Adjustments for Futures Contracts:

1. Futures base price: The adjusted futures base price shall be arrived at by dividing the old futures price by the adjustment factor.

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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 1000.

An example of the adjustments described above is given in Annexure 1.

The methodology for position adjustments shall be separately intimated by respective Clearing Corporation.

The above changes shall be effective from June 09, 2022.

Members are advised to load the updated contract.gz file in the trading application before trading on June 09, 2022. 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 08, 2022.

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Associate Vice President

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Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	AUBANK	30-JUN-2022	1280.00	CE	500
OPTSTK	AUBANK	30-JUN-2022	1280.00	PE	500
OPTSTK	AUBANK	28-JUL-2022	1300.00	CE	500
OPTSTK	AUBANK	28-JUL-2022	1300.00	PE	500

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	AUBANK	30-JUN-2022	640.00	CE	1000
OPTSTK	AUBANK	30-JUN-2022	640.00	PE	1000
OPTSTK	AUBANK	28-JUL-2022	650.00	CE	1000
OPTSTK	AUBANK	28-JUL-2022	650.00	PE	1000

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	AUBANK	30-JUN-2022	1251.45	500

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	AUBANK	30-JUN-2022	625.75	1000

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.