

National Stock Exchange Of India Limited**Department : FUTURES & OPTIONS**

Download Ref No: NSE/FAOP/39190

Date : October 19, 2018

Circular Ref. No: 95/2018

All Members,

Adjustment of Futures and Options contracts in the security MOTHERSUMI

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

Motherson Sumi Systems Limited has informed the Exchange that the Board of Directors of the Company in their meeting held on September 7, 2018 have recommended the issue of Bonus Shares in the ratio of 1 (one) Bonus Share against the 2 (two) existing equity shares subject to the approval of the shareholders. Further, the Company has fixed Record Date as October 31, 2018 for the purpose Allotment of Bonus Shares.

Symbol : MOTHERSUMI
Bonus issue ratio : 1:2
Ex-Date : October 30, 2018

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as $(A+B)/B$. In the case of MOTHERSUMI, the adjustment factor is $(1+2)/2 = 1.5$, since the bonus issue ratio is 1:2.

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 **2400**.

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.
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 **2400**.

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 October 30, 2018.

Members are advised to load the updated contract.gz file in the trading application before trading on October 30, 2018. 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 October 29, 2018.

**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	MOTHERSUMI	25-OCT-2018	255.00	CE	1600
OPTSTK	MOTHERSUMI	25-OCT-2018	255.00	PE	1600
OPTSTK	MOTHERSUMI	25-OCT-2018	260.00	CE	1600
OPTSTK	MOTHERSUMI	25-OCT-2018	260.00	PE	1600

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	MOTHERSUMI	25-OCT-2018	170.00	CE	2400
OPTSTK	MOTHERSUMI	25-OCT-2018	170.00	PE	2400
OPTSTK	MOTHERSUMI	25-OCT-2018	173.35	CE	2400
OPTSTK	MOTHERSUMI	25-OCT-2018	173.35	PE	2400

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	MOTHERSUMI	25-OCT-2018	255.25	1600

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	MOTHERSUMI	25-OCT-2018	170.15	2400

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.