

# National Stock Exchange of India Limited

## Circular

Department: FUTURES & OPTIONS	
Download Ref No: NSE/FAOP/50817	Date: December 29, 2021
Circular Ref. No: 108/2021	

All Members,

### Adjustment of Futures and Options contracts in the security IPCALAB

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

IPCA Laboratories Limited has informed the Exchange that the Board of Directors at its meeting held on December 16, 2021, has considered and approved subdivision of Equity Shares of the company from one (1) Equity Share of face value of Rs. 2/- each to two (2) Equity Shares of face value of Re. 1/- each. Further the Company has fixed Record Date as January 11, 2022 for the purpose of Subdivision of shares.

Symbol : IPCALAB  
Stock split ratio : 2:1  
Ex-date : January 10, 2022

#### Adjustment factor:

Adjustment factor for Stock split of A: B is defined as  $(A/B)$ . In the case of IPCALAB, the adjustment factor is  $(2/1) = 2$ , since the split 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 450.

#### 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 450.

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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 NSE Clearing.

The above changes shall be effective from January 10, 2022.

Members are advised to load the updated contract.gz file in the trading application before trading on January 10, 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 and quantity freeze limit will be informed to members separately on January 07, 2022.

For and on behalf of  
National Stock Exchange of India Limited

Abhijeet Sontakke  
Associate Vice President

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### Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	IPCALAB	30-Dec-21	2050	CE	225
OPTSTK	IPCALAB	30-Dec-21	2050	PE	225
OPTSTK	IPCALAB	27-Jan-22	2150	CE	225
OPTSTK	IPCALAB	27-Jan-22	2150	PE	225

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	IPCALAB	30-Dec-21	1025	CE	450
OPTSTK	IPCALAB	30-Dec-21	1025	PE	450
OPTSTK	IPCALAB	27-Jan-22	1075	CE	450
OPTSTK	IPCALAB	27-Jan-22	1075	PE	450

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Futures contract before adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	IPCALAB	30-Dec-21	2039.80	225

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	IPCALAB	30-Dec-21	1019.90	450

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.