

**National Stock Exchange Of India Limited**

Department : FUTURES &amp; OPTIONS

Download Ref No: NSE/FAOP/45396

Date : August 19, 2020

Circular Ref. No: 78/2020

All Members,

Adjustment of Futures and Options contracts in the security EICHERMOT

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

Eicher Motors Limited has informed the Exchange that the Board of Directors at its meeting held on August 10, 2020, has considered and approved subdivision of Equity Shares of the company from one (1) Equity Share of face value of Rs. 10/- each to one (1) Equity Shares of face value of Rs. 1/- each. Further the Company has fixed Record Date as August 25, 2020 for the purpose of Subdivision of shares.

Symbol : EICHERMOT  
Stock split ratio : 10:1  
Ex-date : August 24, 2020

Adjustment factor:

Adjustment factor for Stock split of A: B is defined as (A/B). In the case of EICHERMOT, the adjustment factor is  $(10/1) = 10$ , since the split ratio is 10:1.

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 350.

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 350.

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 August 24, 2020.

Members are advised to load the updated contract.gz file in the trading application before trading on August 24,2020. 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 August 21, 2020.

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	EICHERMOT	27-Aug-2020	21000	CE	35
OPTSTK	EICHERMOT	27-Aug-2020	21500	PE	35
OPTSTK	EICHERMOT	24-Sep-2020	21000	CE	35
OPTSTK	EICHERMOT	24-Sep-2020	21500	PE	35

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	EICHERMOT	27-Aug-2020	2100	CE	350
OPTSTK	EICHERMOT	27-Aug-2020	2150	PE	350
OPTSTK	EICHERMOT	24-Sep-2020	2100	CE	350
OPTSTK	EICHERMOT	24-Sep-2020	2150	PE	350

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	EICHERMOT	27-Aug-2020	21429.20	35

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	EICHERMOT	27-Aug-2020	2142.90	350

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.