

# National Stock Exchange of India Limited

## Circular

Department: FUTURES & OPTIONS	
Download Ref No: NSE/FAOP/53862	Date: September 28, 2022
Circular Ref. No: 112/2022	

All Members,

Adjustment of Futures and Options contracts in the security MOTHERSON

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

Samvardhana Motherson International Limited has informed the Exchange that the Board of Directors in its meeting held on August 16, 2022 has recommended issue of Bonus Shares in the ratio of 1:2 i.e. 1 (One) new bonus equity share for every 2 (Two) existing equity shares. Further, the Company has fixed record date as October 05, 2022 to ascertain the eligibility of shareholders entitled for issuance of bonus shares by the company.

Symbol : MOTHERSON  
Bonus issue ratio : 1:2  
Ex-Date : October 03, 2022

Adjustment factor:

Adjustment factor for Bonus issue of A: B is defined as  $(A+B)/B$ . In the case of MOTHERSON, 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 6750.

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 6750.

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 October 03, 2022.

Members are advised to load the updated contract.gz file in the trading application before trading on October 03, 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 September 30, 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	MOTHERSON	29-SEP-2022	115.00	CE	4500
OPTSTK	MOTHERSON	29-SEP -2022	115.00	PE	4500
OPTSTK	MOTHERSON	27-OCT-2022	105.00	CE	4500
OPTSTK	MOTHERSON	27-OCT-2022	105.00	PE	4500

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	MOTHERSON	29-SEP-2022	76.65	CE	6750
OPTSTK	MOTHERSON	29-SEP -2022	76.65	PE	6750
OPTSTK	MOTHERSON	27-OCT-2022	70.00	CE	6750
OPTSTK	MOTHERSON	27-OCT-2022	70.00	PE	6750

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	MOTHERSON	29-SEP-2022	111.95	4500

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	MOTHERSON	29-SEP-2022	74.65	6750

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.