

National Stock Exchange of India Limited

Circular

Department: FUTURES & OPTIONS	
Download Ref No: NSE/FAOP/49906	Date: October 11, 2021
Circular Ref. No: 81/2021	

All Members,

Adjustment of Futures and Options contracts in the security IRCTC

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

Indian Railway Catering And Tourism Corporation Limited has informed the Exchange that the Board of Directors at its meeting held on September 29, 2021, has considered and approved subdivision of Equity Shares of the company from one (1) Equity Share of face value of Rs. 10/- each to five (5) Equity Shares of face value of Re. 2/- each. Further the Company has fixed Record Date as October 29, 2021 for the purpose of Subdivision of shares.

Symbol : IRCTC
Stock split ratio : 5:1
Ex-date : October 28, 2021

Adjustment factor:

Adjustment factor for Stock split of A: B is defined as (A/B). In the case of IRCTC, the adjustment factor is (5/1) = 5, since the split ratio is 5:1.

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 1625.

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 1625.

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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 October 28, 2021.

Members are advised to load the updated contract.gz file in the trading application before trading on October 28, 2021. 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 October 27, 2021.

For and on behalf of
National Stock Exchange of India Limited

Khushal Shah
Associate Vice President

Toll Free No	Email id
1800-266-0050 (Option 1)	msm@nse.co.in

Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	IRCTC	28-Oct-21	3140	CE	325
OPTSTK	IRCTC	28-Oct-21	3140	PE	325
OPTSTK	IRCTC	30-Dec-21	5350	CE	325
OPTSTK	IRCTC	30-Dec-21	5350	PE	325

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	IRCTC	28-Oct-21	628	CE	1625
OPTSTK	IRCTC	28-Oct-21	628	PE	1625
OPTSTK	IRCTC	30-Dec-21	1070	CE	1625
OPTSTK	IRCTC	30-Dec-21	1070	PE	1625

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Futures contract before adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	IRCTC	28-Oct-21	5000	325

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Future Base price	Market Lot
FUTSTK	IRCTC	28-Oct-21	1000	1625

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.