

**National Stock Exchange Of India Limited**

Department : FUTURES &amp; OPTIONS

Download Ref No: NSE/FAOP/42771

Date : November 28, 2019

Circular Ref. No: 115/2019

All Members,

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

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

HCL Technologies Limited has informed the Exchange that the Board of Directors of the Company at its meeting held October 23, 2019 has considered, approved and recommended issue of one Bonus Share for every one equity share held by the equity shareholders of the Company. The bonus issue of equity shares is subject to the approval of the shareholders and any other applicable statutory and regulatory approvals, as may be required. HCL Technologies Limited has further informed the Exchange that the Company has fixed Record Date as December 7, 2019 for the purpose of Bonus Issue

Symbol : HCLTECH  
Bonus issue ratio : 1:1  
Ex-Date : December 5, 2019

## Adjustment factor:

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

## 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 1400.

## 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 1400

An example of the adjustments described above is given in Annexure 1.

The methodology for position adjustments shall be separately intimated by NSE Clearing.

The above changes shall be effective from December 5, 2019.

Members are advised to load the updated contract.gz file in the trading application before trading on December 5, 2019. 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 December 4, 2019.

For and on behalf of  
National Stock Exchange of India Limited

Aarti Surve

Senior Manager

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## Annexure-1

Option contracts before adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	HCLTECH	26-DEC-2019	1140.00	CE	700
OPTSTK	HCLTECH	26-DEC-2019	1140.00	PE	700
OPTSTK	HCLTECH	26-DEC-2019	1160.00	CE	700
OPTSTK	HCLTECH	26-DEC-2019	1160.00	PE	700

Options contracts after adjustment:

Instrument	Symbol	Expiry date	Strike	Type	Market Lot
OPTSTK	HCLTECH	26-DEC-2019	570.00	CE	1400
OPTSTK	HCLTECH	26-DEC-2019	570.00	PE	1400
OPTSTK	HCLTECH	26-DEC-2019	580.00	CE	1400
OPTSTK	HCLTECH	26-DEC-2019	580.00	PE	1400

Futures contract before adjustment:

Instrument	Symbol	Expiry date	Futures Base Price	Market Lot
FUTSTK	HCLTECH	26-DEC-2019	1132.80	700

Futures contract after adjustment:

Instrument	Symbol	Expiry date	Futures Base Price#	Market Lot
FUTSTK	HCLTECH	26-DEC-2019	566.40	1400

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.