



THE EXCHANGE FOR A CHANGING INDIA
Futures & Options Segment
Market Operations - Trading Department

Circular No.: MSEI/EDS/TRD/4908/2017

February 10, 2017

Sub: Adjustment of Futures and Options contracts in the security CANBK

In terms of provisions of the Rules, Bye-Laws and Regulations of the Exchange, members of the Exchange are hereby informed that, Canara Bank (CANBK) has decided to issue equity shares of face value of Rs. 10 each of the Bank, to the existing shareholders of the Bank on a rights basis (Rights Issue) in the ratio of 1:10 i.e. one Equity Shares for every ten Equity Share, at a price of Rs.207 per Equity Share, (including a premium of Rs.197 per Equity Share.)

In view of the above and in compliance with the SEBI guidelines, the Exchange will make the necessary adjustments for all the available Futures & Options contracts in the security CANBK w.e.f. February 17, 2017. The adjustments to be made on account of the above corporate action are given below:

Adjustment Factor:

Underlying close price on the last cum date (P): 309.45#
Issue price of the rights (S): 207

Number of Existing shares = 10
Rights entitlement = 1
Total number of shares = 11

Benefits per share (E) = $(309.45 - 207) \times 1 / 11 = 9.313636364$

Hence, Adjustment Factor is = $(P-E)/P$
= $(309.45 - 9.313636364) / 309.45 = 0.969903$

The figure is only an indicative value for the purpose of example.

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Registered Office: 4th Floor, Vibgyor Towers, Plot No. C - 62, Opp. Trident Hotel, Bandra Kurla Complex, Bandra East, Mumbai 400098.

Tel: +91-22-6112 9000 | Fax: +91-22-6112 9009 | customerservice@msei.in | www.msei.in

CIN: U65999MH2008PLC185856



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Adjustments for Futures & Option Contracts:

1. Futures price:
Adjusted futures price = Old Future price x Adjustment Factor
2. Options Strike Price:
Adjusted strike price = Old Strike price x Adjustment Factor
3. Market Lot:
Adjusted Market Lot size = $\frac{\text{Old Market Lot Size}}{\text{Adjustment Factor}}$

The adjusted futures price / strike will be rounded off to the nearest tick size.
The adjusted lot size will be rounded off to the nearest integer.

Members are requested to take note of the same.

For any clarifications, contact Customer Service on 022-61129010 or send email to customerservice@msei.in.

For and on behalf of
Metropolitan Stock Exchange of India Limited

Shalini Rebeiro
Sr. Manager

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