

**Futures & Options Segment**

February 13, 2017

Circular No. : MSEI/C&amp;S/4910/2017

Ref. No. : MCCIL/EDS/761/2017

**Sub: Adjustment of Futures and Options contracts in the security Canara Bank (CANBK)**

In terms of the provisions of the Rules, Bye-Laws and Regulations of the Metropolitan Clearing Corporation of India Limited (MCCIL), SEBI circular reference SMDRP/DC/CIR-8/01 dated June 21, 2001, Circular No. MCX-SX/C&S/F&O/1003/2013 dated February 07, 2013 and Circular No. MSEI/EDS/TRD/4908/2017 dated February 10, 2017, members are hereby informed the procedure for adjustment of Futures and Options contracts in the underlying security Canara Bank (CANBK), on account of Rights Issue in the ratio of 1:10.

The following action would be taken by MCCIL in this regard:-

**1. Futures Contracts Adjustment:** All open positions in Futures contracts with the underlying security as CANBK existing after end of day on February 16, 2017 will be adjusted as under:

**Positions:** The adjusted positions shall be arrived at by multiplying number of contracts in the pre adjusted position by the adjusted market lot. The adjusted market lot shall be as per the Circular No. MSEI/EDS/TRD/4908/2017 dated February 10, 2017.

**Futures Price:** Adjusted futures price shall be arrived at by multiplying the settlement price of relevant futures contracts on February 16, 2017 by the 'adjustment factor'.

**Adjusted value:** The Adjusted value/carry forward value shall be computed by multiplying pre adjusted futures positions with pre adjusted settlement price.

Begin of day margins on February 17, 2017 would be computed for the futures contract with underlying as CANBK based on the adjusted carry forward value. Subsequently, intra-day margins would be computed based on the relevant traded prices at the time the intra-day span risk parameter files are generated.

**2. Options Contracts Adjustment:** All open positions in Options contracts with the underlying security as CANBK after end of day on February 16, 2017 shall be adjusted as under:

**Positions:** The adjusted positions shall be arrived at by multiplying number of contracts in the pre adjusted position by the adjusted market lot. The adjusted market lot shall be as per the Circular No. MSEI/EDS/TRD/4908/2017 dated February 10, 2017.

Members are requested to refer to the Corporate Action Adjustment file to member for details. (File format is as per circular no. MSEI/IT/4689/2016 dated November 8, 2016)

For clarifications, members may contact Customer Service on 022-61129010 or send an email at [info@mclear.in](mailto:info@mclear.in).

For and on behalf of  
**Metropolitan Clearing Corporation of India Ltd.**

**Vikrant Bhalla**  
Senior Manager