XMSE

Metropolitan Stock Exchange of India Limited

Department: Market Operations	Segment: Equity Derivatives

Circular No: MSE/TRD/7568/2019   **Date : April 22, 2019**

Subject: Adjustment of Futures and Options contracts in the security BHARTIARTL

To All Members,

In terms of provisions of the Rules, Bye-Laws and Regulations of the Exchange and in continuation to circular no MSE/TRD/7545/2019 dated April 15, 2019, members of the Exchange are hereby informed as follows:

Bharti Airtel Limited (BHARTIARTL) has approved Rights issue in the ratio of 19:67 i.e. 19 Equity Shares for every 67 Equity Share, at a price of Rs.220 per Equity Share. Further, the company has fixed record date as April 23, 2019 for the purpose of determining the shareholders eligible to apply for the rights issue of the company.

Symbol   : BHARTIARTL
Rights ratio   : 19:67
Ex-date   : April 23, 2019

Accordingly, the actual adjustments for the futures and options contracts on BHARTIARTL are as given below:

Underlying close price on the last cum date (P):	349.40
Issue price of the rights (S):	220
Rights Entitlement (A):	19
Number of Existing shares (B):	67
Total Entitlement (A+B)	86
Benefit per Right Entitlement (C) : (P – S) x A	2458.6
Benefits per share (E) : E = C / (A+B)	28.5883721
Adjustment Factor: AF= (P-E)/P	0.918178672

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:

$$\text{Adjusted Market Lot size} = \frac{\text{Old Market Lot Size}}{\text{Adjustment Factor}}$$

The revised market lot would be **1851.**

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
Asst. Vice President