



Metropolitan Stock Exchange of India Limited

Department: Market Operation

Segment: Equity Derivatives

Circular No: MSE/TRD/8016/2019

Date : August 16, 2019

Subject: Adjustment of Futures and Options contracts in the security HDFC BANK Limited (HDFCBANK)

To All Members,

In terms of provisions of the Rules, Bye-Laws and Regulations of the Exchange, members of the Exchange are hereby informed that the Board of Directors of HDFC Bank Limited (HDFCBANK) in its meeting held on May 22, 2019 has considered and approved subdivision of Equity Shares of the Bank from one (1) equity share of face value of Rs. 2/- each to two (2) Equity Shares of face value of Rs. 1/- each. Further, the Company has fixed Record Date as September 20, 2019 for the purpose of Subdivision of shares.

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 on the security HDFCBANK w.e.f. September 19, 2019, being the Ex-date. The adjustments to be made on account of the above corporate action are given below:

Adjustment factor:

Adjustment factor for the Sub-division of A:B is defined as (A/B). As the sub-division ratio of HDFCBANK is 2:1, the adjustment factor is $(2/1) = 2$

Adjustments for Futures & Option Contracts:

1. Futures price:

$$\text{Adjusted futures price} = \frac{\text{Old Future price}}{\text{Adjustment factor}}$$

2. Options Strike Price:

$$\text{Adjusted strike price} = \frac{\text{Old Strike price}}{\text{Adjustment factor}}$$

3. Market Lot:

$$\text{Adjusted Market Lot size} = \text{Old market lot size} \times \text{Adjustment factor} = 250 \times 2 = 500.$$

4. Open Position:

$$\text{Adjusted Position} = \text{Old position} \times \text{Adjustment factor}.$$

The above changes will be effective from September 19, 2019. 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**