



## Metropolitan Stock Exchange of India Limited

Department: Market Operations

Segment: Equity Derivatives

Circular No: MSE/TRD/7815/2019

Date : June 25, 2019

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**Subject: Adjustment of Futures and Options contracts in the security UPL Limited (UPL)**

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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 UPL Limited (UPL) in its meeting held on May 17, 2019 have considered and approved issue of bonus equity shares in the proportion of 1:2, that is 1 (One) bonus equity share of Rs. 2/- each for every 2 (Two) fully paid-up equity shares held. Further, the Company has fixed Record Date as July 03, 2019 for the purpose of Bonus Shares.

In view of the above and in compliance with the SEBI guidelines, the Exchange will make necessary adjustments for all the available Futures & Options contracts in the security UPL w.e.f. July 02, 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 Bonus issue of A:B is defined as  $(A+B)/B$ . As the bonus issue ratio of UPL is 1:2, the adjustment factor is  $(1+2)/2 = 1.5$

**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:

$$\text{Adjusted Market Lot size} = \text{Old market lot size} \times \text{Adjustment factor} = 600 \times 1.5 = 900.$$

4. Open Position:

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

The above changes will be effective from July 02, 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](mailto:customerservice@msei.in).

**For and on behalf of  
Metropolitan Stock Exchange of India Limited**

**Shalini Rebeiro  
Asst. Vice President**