



Metropolitan Stock Exchange of India Limited

Department: Market Operations

Segment: Equity Derivatives

Circular No: MSE/TRD/8636/2020

Date : February 07, 2020

Subject: Adjustment of Futures and Options Contracts in REC Limited

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 REC Limited (RECLTD) at their meeting held on February 04, 2020, have declared special Interim dividend of Rs.11 per equity share. The record date for the purpose of payment of dividend is February 12, 2020.

In pursuance of SEBI guidelines for adjustments to futures and options contracts on announcement of extraordinary dividend (i.e. over 5% of the market price of the underlying stock) as per SEBI Master circular no. SEBI/HO/MRD/CIR/P/2016/135 dated December 16, 2016, and MSE Circular No: MSE/TRD/6535/2018 dated July 9, 2018, members of the Exchange are informed as follows:

The adjustment of the derivatives contracts in RECLTD will be w.e.f. February 11, 2020, being the ex-date.

Adjustments for Futures Contracts:

Base price of the Futures contracts on February 11, 2020 will be reference rate less aggregate amount of dividend i.e. Rs.11/-. The reference rate will be the daily settlement price of the relevant futures contract.

Adjustments for Options Contracts:

The full value of dividend i.e. Rs.11/- will be deducted from all the cum-dividend strike prices on the ex-dividend date.

Members are requested to take note of the above.

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**