

Department: Market Operations	Segment: Equity Derivatives
Circular No: MSE/TRD/10952/2021	Date : Oct 04,2021

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

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 SRF Limited at its meeting held on August 31, 2021, declared four Bonus Share for every one equity share held by the equity shareholders of the Company. The record date for the purpose of issue of bonus is October 14, 2021.

In view of the above and in compliance with the SEBI guidelines, the Exchange will make necessary the adjustment of the derivatives contracts in SRF will be w.e.f. Oct 13, 2021, 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 SRF is 4:1, the adjustment factor is $(4+1)/1 = 5$, since the bonus issue ratio is 4:1.

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:

$$\text{Adjusted Market Lot size} = \text{Old market lot size} \times \text{Adjustment factor} = 125 \times 5 = 625.$$

The above changes will be effective from Oct 13, 2021. 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**

**Muhammed Khatri
Asst. Vice President**

Metropolitan Stock Exchange of India Limited