NSE Clearing Limited

Department: FUTURES & OPTIONS	
Download Ref No: NCL/CMPT/60568	Date: February 06, 2024
Circular Ref. No: 012/2024	

All Members

Sub: Adjustment of Futures and Options contracts in the security HINDUSTAN PETROLEUM CORPORATION LIMITED (HINDPETRO)

This is pursuant to NSE Circular no.14/2024 (Download no. 60557) dated February 05 , 2024 , regarding Adjustment of Futures and Options contracts in the security HINDPETRO. The following action with regards to clearing and settlement would be taken by NSE Clearing in this regard.

1. Action by the Clearing Corporation in respect of Futures Contracts:

Adjustment of futures contracts available in HINDPETRO shall be carried out based on the reference rate of the relevant futures contracts on February 06, 2024 (last cum-dividend date). The reference rate to be reckoned for the purpose of adjustment shall be the daily mark to market settlement price of the relevant futures contract, which shall be reduced by the dividend amount.

Accordingly, all positions in futures contracts with the underlying security as HINDPETRO would be marked-to-market on the last cum-dividend date i.e., February 06, 2024, based on the daily settlement price of the respective futures contract. Subsequent to such processing, open positions shall be carried forward at the daily settlement price less Rs. 15.00 (dividend amount) for the respective futures contract.

From February 07, 2024 (ex-dividend date), daily mark to market settlement of futures contracts with the underlying security as HINDPETRO would continue as per normal procedures.

Begin of day margins on February 07, 2024, would be computed for the futures contract with underlying as HINDPETRO based on the adjusted carry forward value. Subsequently, intra-day margins would be computed based on the relevant traded prices at the time the intra-day span risk parameter files are generated.

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An example of adjustment of futures contract is detailed hereunder:

1.1 Positions before adjustment:

Clearing Member	Trading Member	Client Code	Instrument	Symbol	Expiry Date	Long Position	* Long Value	Short Position	* Short Value
A	ABC	A1	FUTSTK	HINDPETRO	29-Feb-2024	2700	13,50,000		
B	PQR	A2	FUTSTK	HINDPETRO	28-Mar-2024	0		2700	13,50,000
C	XYZ	A3	FUTSTK	HINDPETRO	25-Apr-2024	0		2700	13,50,000

* Valued at price Rs. 500.00/-

1.2 Positions after adjustment:

Clearing Member	Trading Member	Client Code	Instrument	Symbol	Expiry Date	Long Position	*Long Value	Short Position	*Short Value
A	ABC	A1	FUTSTK	HINDPETRO	29-Feb-2024	2700	13,09,500		
B	PQR	A2	FUTSTK	HINDPETRO	28-Mar-2024	0		2700	13,09,500
C	XYZ	A3	FUTSTK	HINDPETRO	25-Apr-2024	0		2700	13,09,500

* Valued at price Rs. 485.00/- (Rs. 500.00 – Rs. 15.00 which is the dividend amount)

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