

Market Notice

Reference: 003DER/NSE/2022
 Market: Derivatives
 Date: 15th June 2022
SUBJECT: INITIAL MARGIN REQUIREMENTS FOR EQUITY FUTURES

Dear NSE Stakeholder,

Please note the below Initial Margin requirements which will take effect on Friday, 17th June 2022:

Initial Margin Requirements – KES				
Company	Contract Expiry Date			
	15-Sep-22	15-Dec-22	16-Mar-23	15-Jun-23
Safaricom Plc (SCOM)	3,600	3,900	4,200	4,600
KCB Group Plc (KCBG)	5,300	5,600	5,900	6,200
Equity Group Holdings Plc (EQTY)	6,300	6,800	7,200	7,600
ABSA Bank Kenya Plc (ABSA)	1,600	1,700	1,800	1,900
East African Breweries Ltd (EABL)	1,400	1,600	1,700	1,800
British American Tobacco Kenya Plc (BATK)	6,100	6,300	6,500	6,700
NSE 25 Share Index (N25I)	43,000	45,000	47,100	49,200
Mini NSE 25 Share Index (25MN)	4,300	4,500	4,700	4,900
NCBA Group Plc (NCBA)	3,800	4,100	4,300	4,500
The Co-operative Bank of Kenya Ltd (COOP)	1,600	1,700	1,800	1,900
Standard Chartered Bank Kenya Ltd (SCBK)	1,500	1,600	1,700	1,800
I&M Group Plc (IMHP)	4,500	4,700	4,900	5,100

Changes in Initial Margin Requirements Since Last Review			
Company	Contract Expiry Date		
	15-Sep-22	15-Dec-22	16-Mar-23
Safaricom Plc (SCOM)	(800)	(900)	(1,000)
KCB Group Plc (KCBG)	(800)	(900)	(900)
Equity Group Holdings Plc (EQTY)	(800)	(800)	(800)
ABSA Bank Kenya Plc (ABSA)	(300)	(200)	(200)
East African Breweries Ltd (EABL)	(700)	(600)	(700)
British American Tobacco Kenya Plc (BATK)	-	100	100
NSE 25 Share Index (N25I)	(5,300)	(5,500)	(5,700)
Mini NSE 25 Share Index (25MN)	(500)	(500)	(500)
NCBA Group Plc (NCBA)	(400)	(400)	(400)
The Co-operative Bank of Kenya Ltd (COOP)	(200)	(100)	(100)
Standard Chartered Bank Kenya Ltd (SCBK)	(100)	-	-
I&M Group Plc (IMHP)	(600)	(600)	(600)
*Note: Increase/(Decrease)			

Clients with existing September 2022, December 2022 and March 2023 positions will receive initial margin refunds or will be required to top up their accounts to reflect the new rates above.

A guide to the calculation of the initial margin is available at:

<https://www.nse.co.ke/next-document-library/operational-procedures.html>

Should you have any queries regarding this notice, please contact: derivatives@nse.co.ke

This market notice will be available at: <https://www.nse.co.ke/next-document-library/next-notices.html>

DERIVATIVES MARKET