

Market Notice

Reference: 004DER/NSE/2022
 Market: Derivatives
 Date: 6th September 2022
SUBJECT: INITIAL MARGIN REQUIREMENTS FOR EQUITY FUTURES

Dear NSE Stakeholder,

Please note the below Initial Margin requirements which will take effect on Friday, 16th September 2022:

Initial Margin Requirements – KES				
Company	Contract Expiry Date			
	15-Dec-22	16-Mar-23	15-Jun-23	21-Sep-23
Safaricom Plc (SCOM)	3,000	3,300	3,600	3,900
KCB Group Plc (KCBG)	5,200	5,500	5,800	6,100
Equity Group Holdings Plc (EQTY)	5,900	6,300	6,800	7,200
ABSA Bank Kenya Plc (ABSA)	1,300	1,400	1,500	1,500
East African Breweries Ltd (EABL)	1,500	1,600	1,800	1,900
British American Tobacco Kenya Plc (BATK)	5,700	5,900	6,100	6,300
NSE 25 Share Index (N25I)	39,200	41,300	43,300	45,300
Mini NSE 25 Share Index (25MN)	3,900	4,100	4,300	4,500
NCBA Group Plc (NCBA)	3,800	4,000	4,300	4,500
The Co-operative Bank of Kenya Ltd (COOP)	1,500	1,600	1,600	1,700
Standard Chartered Bank Kenya Ltd (SCBK)	1,700	1,800	1,900	1,900
I&M Group Plc (IMHP)	3,700	3,800	4,000	4,200

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

Clients with existing December 2022, March 2023 and June 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