

Market Notice

Reference: 004DER/NSE/2022
 Market: Derivatives
 Date: 6th December 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 December 2022:

| Initial Margin Requirements – KES | | | | |
|---|-----------------------------|------------------|------------------|------------------|
| Company | Contract Expiry Date | | | |
| | 16-Mar-23 | 15-Jun-23 | 21-Sep-23 | 21-Dec-23 |
| Safaricom Plc (SCOM) | 2,800 | 3,100 | 3,300 | 3,600 |
| KCB Group Plc (KCBG) | 5,000 | 5,300 | 5,700 | 6,000 |
| Equity Group Holdings Plc (EQTY) | 6,000 | 6,500 | 6,900 | 7,400 |
| ABSA Bank Kenya Plc (ABSA) | 1,300 | 1,400 | 1,500 | 1,600 |
| East African Breweries Ltd (EABL) | 2,700 | 2,900 | 3,000 | 3,100 |
| British American Tobacco Kenya Plc (BATK) | 5,800 | 6,000 | 6,200 | 6,500 |
| NSE 25 Share Index (N25I) | 39,200 | 41,300 | 43,500 | 45,600 |
| Mini NSE 25 Share Index (25MN) | 3,900 | 4,100 | 4,300 | 4,500 |
| NCBA Group Plc (NCBA) | 4,700 | 5,000 | 5,300 | 5,700 |
| The Co-operative Bank of Kenya Ltd (COOP) | 1,500 | 1,600 | 1,700 | 1,800 |
| Standard Chartered Bank Kenya Ltd (SCBK) | 1,800 | 1,900 | 2,000 | 2,000 |
| I&M Group Plc (IMHP) | 3,400 | 3,600 | 3,700 | 3,900 |

| Changes in Initial Margin Requirements Since Last Review | | | |
|---|-----------------------------|------------------|------------------|
| Company | Contract Expiry Date | | |
| | 16-Mar-23 | 15-Jun-23 | 21-Sep-23 |
| Safaricom Plc (SCOM) | (1,600) | (1,700) | (1,900) |
| KCB Group Plc (KCBG) | (1,100) | (1,200) | (1,100) |
| Equity Group Holdings Plc (EQTY) | (1,100) | (1,100) | (1,100) |
| ABSA Bank Kenya Plc (ABSA) | (600) | (500) | (500) |
| East African Breweries Ltd (EABL) | 600 | 700 | 600 |
| British American Tobacco Kenya Plc (BATK) | (300) | (200) | (200) |
| NSE 25 Share Index (N25I) | (9,100) | (9,200) | (9,300) |
| Mini NSE 25 Share Index (25MN) | (900) | (900) | (900) |
| NCBA Group Plc (NCBA) | 500 | 500 | 600 |
| The Co-operative Bank of Kenya Ltd (COOP) | (300) | (200) | (200) |
| Standard Chartered Bank Kenya Ltd (SCBK) | 200 | 300 | 300 |
| I&M Group Plc (IMHP) | (1,700) | (1,700) | (1,800) |
| *Note: Increase/(Decrease) | | | |



Clients with existing March 2023, June 2023 and September 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