

Market Notice

Reference: 003DER/NSE/2023
 Market: Derivatives
 Date: 4th September 2023
SUBJECT: INITIAL MARGIN REQUIREMENTS FOR EQUITY FUTURES

Dear NSE Stakeholder,

Please note the below Initial Margin requirements which will take effect on Friday, 22nd September 2023:

Initial Margin Requirements – KES				
Company	Contract Expiry Date			
	21-Dec-23	21-Mar-24	20-Jun-24	19-Sep-24
Safaricom Plc (SCOM)	2,400	2,500	2,700	2,900
KCB Group Plc (KCBG)	3,900	4,100	4,400	4,600
Equity Group Holdings Plc (EQTY)	4,800	5,200	5,500	5,800
ABSA Bank Kenya Plc (ABSA)	1,900	2,000	2,100	2,200
East African Breweries Ltd (EABL)	3,400	3,500	3,600	3,800
British American Tobacco Kenya Plc (BATK)	5,800	6,100	6,300	6,600
NSE 25 Share Index (N25I)	14,400	16,100	17,900	19,700
Mini NSE 25 Share Index (25MN)	1,400	1,600	1,700	1,900
NCBA Group Plc (NCBA)	4,900	5,300	5,800	6,200
The Co-operative Bank of Kenya Ltd (COOP)	1,800	1,900	1,900	2,000
Standard Chartered Bank Kenya Ltd (SCBK)	2,300	2,400	2,400	2,500
I&M Group Plc (IMHP)	3,600	3,800	3,900	4,000

Changes in Initial Margin Requirements Since Last Review			
Company	Contract Expiry Date		
	21-Dec-23	21-Mar-24	20-Jun-24
Safaricom Plc (SCOM)	100	-	-
KCB Group Plc (KCBG)	(900)	(1,000)	(900)
Equity Group Holdings Plc (EQTY)	(700)	(700)	(800)
ABSA Bank Kenya Plc (ABSA)	300	300	300
East African Breweries Ltd (EABL)	(400)	(400)	(400)
British American Tobacco Kenya Plc (BATK)	(400)	(300)	(300)
NSE 25 Share Index (N25I)	(5,600)	(5,700)	(5,700)
Mini NSE 25 Share Index (25MN)	(600)	(500)	(600)
NCBA Group Plc (NCBA)	(600)	(600)	(500)
The Co-operative Bank of Kenya Ltd (COOP)	200	200	100
Standard Chartered Bank Kenya Ltd (SCBK)	100	100	-
I&M Group Plc (IMHP)	(200)	(100)	(100)
*Note: Increase/(Decrease)			

Clients with existing December 2023, March 2024 and June 2024 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