

## Market Notice

Reference: 005DER/NSE/2020

Market: Derivatives

Date: 14<sup>th</sup> December 2020

**SUBJECT: INITIAL MARGIN REQUIREMENTS FOR EQUITY FUTURES**

Dear NSE Stakeholder,

Please note the below Initial Margin requirements which will take effect on Friday, 18<sup>th</sup> December 2020 as follows:

Initial Margin Requirements - KES				
Company	Contract Expiry Date			
	18-Mar-21	17-Jun-21	16-Sep-21	16-Dec-21
Safaricom Plc (SCOM)	3,300	3,700	4,000	4,400
KCB Group Plc (KCBG)	4,800	5,100	5,400	5,800
Equity Group Holdings Plc (EQTY)	4,600	4,900	5,200	5,600
ABSA Bank Kenya Plc (ABSA)	1,600	1,600	1,700	1,800
East African Breweries Ltd (EABL)	2,300	2,400	2,500	2,700
British American Tobacco Kenya Plc (BATK)	4,900	5,000	5,100	5,100
NSE 25 Share Index (N25I)	40,300	42,200	44,200	46,100

Changes in Initial Margin Requirements Since Last Review			
Company	Contract Expiry Date		
	18-Mar-21	17-Jun-21	16-Sep-21
Safaricom Plc (SCOM)	(100.00)	(100.00)	(100.00)
KCB Group Plc (KCBG)	-	100.00	100.00
Equity Group Holdings Plc (EQTY)	-	-	-
ABSA Bank Kenya Plc (ABSA)	-	(100.00)	-
East African Breweries Ltd (EABL)	(100.00)	(100.00)	(100.00)
British American Tobacco Kenya Plc (BATK)	400.00	400.00	500.00
NSE 25 Share Index (N25I)	(600.00)	(600.00)	(600.00)

**\*Note:** Increase/(Decrease)

Clients with existing March 2021, June 2021 and September 2021 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 provided in the Initial Margin calculation document 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](mailto:derivatives@nse.co.ke)

This Market Notice will be available at:

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

### **DERIVATIVES MARKET**