

Market Notice

Reference: 004DER/NSE/2023
 Market: Derivatives
 Date: 7th December 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 December 2023:

Initial Margin Requirements – KES				
Company	Contract Expiry Date			
	21-Mar-24	20-Jun-24	19-Sep-24	19-Sep-24
Safaricom Plc (SCOM)	1,900	2,100	2,300	2,400
KCB Group Plc (KCBG)	2,700	2,900	3,000	3,200
Equity Group Holdings Plc (EQTY)	4,500	4,800	5,000	5,300
ABSA Bank Kenya Plc (ABSA)	1,800	1,900	2,000	2,100
East African Breweries Ltd (EABL)	2,800	2,900	3,000	3,100
British American Tobacco Kenya Plc (BATK)	5,600	5,900	6,100	6,300
NSE 25 Share Index (N25I)	12,800	14,400	16,000	17,500
Mini NSE 25 Share Index (25MN)	1,200	1,400	1,600	1,700
NCBA Group Plc (NCBA)	4,700	5,200	5,600	6,100
The Co-operative Bank of Kenya Ltd (COOP)	1,700	1,800	1,900	1,900
Standard Chartered Bank Kenya Ltd (SCBK)	2,300	2,300	2,400	2,400
I&M Group Plc (IMHP)	3,500	3,700	3,800	3,900

Changes in Initial Margin Requirements Since Last Review			
Company	Contract Expiry Date		
	21-Mar-24	20-Jun-24	19-Sep-24
Safaricom Plc (SCOM)	(600)	(600)	(600)
KCB Group Plc (KCBG)	(1,400)	(1,500)	(1,600)
Equity Group Holdings Plc (EQTY)	(700)	(700)	(800)
ABSA Bank Kenya Plc (ABSA)	(200)	(200)	(200)
East African Breweries Ltd (EABL)	(700)	(700)	(800)
British American Tobacco Kenya Plc (BATK)	(500)	(400)	(500)
NSE 25 Share Index (N25I)	(3,300)	(3,500)	(3,700)
Mini NSE 25 Share Index (25MN)	(400)	(300)	(300)
NCBA Group Plc (NCBA)	(600)	(600)	(600)
The Co-operative Bank of Kenya Ltd (COOP)	(200)	(100)	(100)
Standard Chartered Bank Kenya Ltd (SCBK)	(100)	(100)	(100)
I&M Group Plc (IMHP)	(300)	(200)	(200)
*Note: Increase/(Decrease)			

Clients with existing March 2024, June 2024 and December 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