



Press Release

NSE introduces trading of futures and options contracts on Nifty Financial Services Index

Mumbai, January 11, 2021: National Stock Exchange of India Ltd (NSE), the world's No 1 derivatives exchange in the year 2019 based on contracts traded, launched futures and options contracts on the Nifty Financial Services Index today. The first day witnessed volumes of 1.4 lakh contracts being traded worth Rs. 511 crores and open interest of 28,219 contracts at the end of the day.

311 trading members across the country participated in the index derivatives. The trading members involved in the execution of the first trades are East India Securities Ltd., Marwadi Shares & Finance Limited and Zerodha Broking Limited. The near week futures contract last traded price was at a premium of 37 basis points to the closing Nifty Financial Services index value while the near monthly futures contract last traded price was at a premium of 49 basis points to the Nifty Financial Services closing index value.

On the occasion, Mr. Vikram Limaye, MD & CEO, NSE said "Financial services is an important sector in India's economy. The Nifty Financial Services Index reflects the behaviour and performance of the Indian financial services sector which includes banks, financial institutions, housing finance, insurance companies and other financial services companies. This is the first-time NSE has introduced weekly futures for the stock index derivatives. The index derivatives will provide a new risk management tool to investors with exposure to the financial services sector."

The Nifty Financial Services index has a 94% correlation and a Beta value of 1.2 with the Nifty 50 Index. The Nifty Financial Services index has delivered annualized returns of 16.59% in last 5 years.

The Nifty Financial Services index futures and options contracts with its contract symbol "FINNIFTY" are available with trading cycle of 7 serial weekly excluding the monthly expiry and 3 serial monthly contracts. The derivatives are cash settled with expiry day being the last Thursday of the expiry month for the monthly contracts and Thursday of the expiring week for weekly expiry contracts. The option contracts are European styled Call Option (CE) and Put Option (PE) with strike scheme of 30-1-30 and strike interval of 100.

Exchange has provided a transaction fee waiver on the Nifty Financial Services Index derivatives up to June 30, 2021.



About National Stock Exchange of India Limited (NSE):

National Stock Exchange of India Ltd. (NSE) is the world's largest derivatives exchange by trading volume as per the statistics published by Futures Industry Association (FIA) for 2019. NSE is also ranked 3rd in the world in the cash equities segment by number of trades as per the statistics published by the World Federation of Exchanges (WFE). NSE was the first exchange in India to implement electronic or screen-based trading. It began operations in 1994 and is ranked as the largest stock exchange in India in terms of total and average daily turnover for equity shares every year since 1995, based on SEBI data. NSE has a fully-integrated business model comprising exchange listings, trading services, clearing and settlement services, indices, market data feeds, technology solutions and financial education offerings. NSE also oversees compliance by trading and clearing members with the rules and regulations of the exchange. NSE is a pioneer in technology and ensures the reliability and performance of its systems through a culture of innovation and investment in technology. NSE believes that the scale and breadth of its products and services, sustained leadership positions across multiple asset classes in India and globally enable it to be highly reactive to market demands and changes and deliver innovation in both trading and non-trading businesses to provide high-quality data and services to market participants and clients.

For more information, please visit: www.nseindia.com

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