

Market Notice

Number: A1860
Date: 21 August 2013

Changes to Initial Margin Requirements – Foreign Referenced Commodities

The cash settled contracts initial margin requirements are determined using the same methodology as per the currency futures. Margins are adjusted on a monthly basis unless market conditions require otherwise.

Please note the following changes to initial margin requirements will take effect **Wednesday 28 August 2013** for settlement on **Thursday 29 August 2013**:

Contract Code	Expiry Date	Fixed Margin	Margin Change	Calendar Spread Margin	Series Spread Margin
CORN	Sep-13	20600	0	5100	5000
CORN	Dec-13	16200	3400	5100	5000
CORN	Mar-14	16900	3400	5100	5000
CORN	May-14	17300	3500	5100	5000
CORN	Jul-14	17700	3500	5100	5000
BEAN	Sep-13	33400	1400	9900	2600
BEAN	Nov-13	32500	1400	9900	2600
BEAN	May-14	33500	1000	9900	2600
MEAL	Sep-13	35600	400	10200	n/a
MEAL	Dec-13	32700	1300	10200	n/a
OILS	Sep-13	15600	-100	3340	n/a
OILS	Dec-13	14500	1200	4500	n/a
KANS	Sep-13	9400	0	2800	4000
KANS	Dec-13	9300	400	2800	4000
KANS	Mar-14	9500	400	2800	4000
REDW	Sep-13	10500	0	3200	4000
REDW	Dec-13	10200	700	3200	4000
REDW	Mar-14	10500	900	3200	4000
REDW	Jul-14	10700	1000	3200	4000
REDW	Dec-14	11300	1100	3200	4000
COPP	Sep-13	5900	100	1800	n/a
COPP	Dec-13	6000	100	1800	n/a
GOLD	Sep-13	8500	200	2600	800
GOLD	Dec-13	8600	200	2600	800
PLAT	Sep-13	10200	400	3100	800
PLAT	Dec-13	10400	500	3100	800
SIL	Sep-13	9100	300	2800	n/a



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Member of the World Federation of Exchanges

Executive Directors: NF Newton-King (CEO),
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Non-Executive Directors: HJ Borkum (Chairman), AD Botha,
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Alternate Directors: JH Burke, LV Parsons

Company Secretary: GC Clarke

SIL	Dec-13	9300	300	2800	n/a
WTIO	Sep-13	10600	300	3100	n/a
WTIO	Dec-13	10300	200	3100	n/a
QBRN	Nov-13	8900	200	2700	n/a
QBRN	Feb-14	8800	0	2700	n/a
QCFE	Nov-13	3200	0	1000	n/a
QCFE	Feb-14	3300	100	1000	n/a
QCOC	Nov-13	1700	100	500	n/a
QCOC	Feb-14	1800	100	500	n/a
QCOP	Nov-13	6300	100	1900	n/a
QCOP	Feb-14	6500	300	1900	n/a
QCRN	Nov-13	1900	200	600	n/a
QCRN	Feb-14	1900	100	600	n/a
QCTN	Nov-13	3300	100	1000	n/a
QCTN	Feb-14	3300	200	1000	n/a
QGAS	Nov-13	8900	600	2700	n/a
QGAS	Feb-14	8900	100	2700	n/a
QGLD	Nov-13	6400	300	1900	800
QGLD	Feb-14	6500	100	1900	800
QHEA	Nov-13	6500	100	1900	n/a
QHEA	Feb-14	6500	0	1900	n/a
QNAT	Nov-13	4700	300	1500	n/a
QNAT	Feb-14	4700	100	1500	n/a
QPLD	Nov-13	5100	300	1500	n/a
QPLD	Feb-14	5100	100	1500	n/a
QPLT	Nov-13	9200	600	2800	800
QPLT	Feb-14	9400	400	2800	800
QSIL	Nov-13	9600	400	2900	n/a
QSIL	Feb-14	9400	0	2900	n/a
QSUG	Nov-13	1800	0	600	n/a
QSUG	Feb-14	1700	0	600	n/a

* Changes in **red** denote an increase and **green** a decrease in initial margin.

Please note in terms of the series spread margin, offset margin is recognized for the following products:

- WMAZ(WNCI), YMAZ (YNCI), CORN and SORG
- GOLD and PLAT
- WEAT, REDW and KANS
- MSOY/ SOYA and BEAN (R650 /R1300/ R2600)

It is important that the difference in outright initial margin between the products is added to the series spread margin in order to determine the total initial margin required per structure. As an example, in terms of the maize and corn spread position, depending on the expiry, the margin could increase by anything between R3700 and R8100 (e.g. 16200 –12500 =3700) per contract.

Should you have any queries regarding the margining methodology in use, please contact the Commodities Team on 011 520 7535 or e-mail commodities@jse.co.za



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