

MARKET NOTICE

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NOTICE NO. **010/2015**

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DATE: **6 January 2015**

SUBJECT: **INTRODUCTION OF SOYBEAN QUANTO CAN-DO CONTRACT**

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Market: Capital Markets

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The February 15 Soybean Quanto Can-Do future contract will be listed for trading 07 January 2015. Insofar as any contractual provision set out below is inconsistent with the rules and regulations (“Rules”) of the JSE Limited (“JSE”), the Rules will prevail unless the JSE expressly permits the Parties to give effect to their contractual provision.

Contract Specifications – Commodity Can-Do XQSB

GENERAL TERMS	
Description	FEB 15 SOYBEAN QUANTO COMMODITY CAN-DO
Can-Do Name	Can-Do XQSB
Can-Do-Code	XQSB
Contract Size (Multiplier)	1 contract = 5,000 multiplier of the reference price per bushel

Reference Contract	Soybean (product symbol ZSH5), March 2015 expiry month as traded on CBOT, a subsidiary of the CME Group Inc.
Quotations	Denominated in South African Rand (ZAR) with the contract price referencing the foreign underlying commodity market for the expiry linked delivery period.
Minimum Price Movement	R0.0025 ZAR per contract unit
JSE Fees	R8.00 per contract (INCL VAT)
Initial Margin	R3,400 per contract
Series spread margin	N/A
Position Limits	Not applicable
Trade Date	The date the Can-Do position is first entered into by the clients and captured by the JSE
Business Day	Any day on which banks are open for a normal trading day in Johannesburg and grain prices are published by the JSE.
Underlying	
Underlying Future	<p>A Soybean futures contract that is cash settled and traded in ZAR, but mimics the performance of the foreign referenced USD price of soybean as traded on CBOT (product symbol ZSH5), a subsidiary of the CME Group Inc.</p> <p>Any relative price change in the latter will be matched by the former in ZAR.</p> <p>The JSE reserves the right to amend the contract specifications including settlement methodology should this be amended by the reference exchange</p>
Daily MTM	Snapshots of the underlying derivative contract will be taken between 16h55 and 17h00. Based on the random snapshot selected the MTM will be calculated as the middle of the double based on best bid and offer. There will be no foreign exchange rate adjustments
Daily MTM time	16h55 -17h00
Initial reference level	As agreed by the Long and the Short Party on the trade date in Rand per bushel. Confirmed by the EFR transaction generated by the exchange upon confirmation of the Can-Do trade. The report only transactions will be facilitated by the JSE.

Underlying Currency	Rand (ZAR)
Last trading date and final valuation date	24 February 2015
Settlement Date	24 February 2015
Valuation Frequency	Daily between 16h55 and 17h00
TERMS & CONDITIONS – Can Do XQSB	
Type	Can Do Future
Buyer	Is the party that is the Long Party to the Can Do Future
Seller	Is the party that is the Short Party to the Can- Do Future
Initial Futures Price	As agreed by the counter parties, EFR or trade level
PROCEDURE AT EXPIRATION	
Final valuation and cash settlement	The final settlement price will refer to an average of 15 iterations referencing trades in the underlying derivative contract, taken every 1 minute for a period of 15 minutes ending at 17h00 South African time

Since the Can-Do is specific between the two counterparties, the original trade is reported into the order book. The contract is visible on the NUTRON front end under Agris Trading, Cando.

If there are any further questions regarding the new product, please feel free to contact Anelisa Matutu on 011 520 7158 or use the group e-mail commodities@jse.co.za.