

MEMORANDUM

Johannesburg
Stock Exchange

Tel: +27 11 520 7000
Fax: +27 11 520 8584

www.jse.co.za

To: JSE Market Participants
From: Capital Markets
Date: 26 August 2015
Subject: JSE Eris Interest Rate Swap Future Fees
Pages: 1 of 1

The JSE is pleased to announce the fee model for the JSE Eris Interest Rate Swap Futures that will be implemented on launch of the product on 31st of August 2015.

We have been garnering feedback on the previously proposed swap future fees. With regards to the fees, two fee models have previously been proposed to the market and both were met with pros and cons. The initial proposal was a flat fee model irrespective of tenor and the second proposal was a tenor based model.

With regards to the new fee model on the Swap Futures please be advised that the JSE has created two tenor buckets for fee purposes, namely;

BUCKET	TENORS
1	1 - 2
2	3 - 10

With this fee model the trading fee, maintenance fee and roll fee will be the same per tenor bucket. Fees are shown per 1 contract which has a notional size of R100,000.00. Fees per tenor bucket are provided in the table below:

BUCKET	TENORS	FEES
1	1 - 2	R 1.00
2	3 - 10	R 2.00

To remind you, the JSE will be going live with 4 tenors on launch, namely the 1, 2, 5 and 10 Year tenors. The table below summarises the various fees per contract tenor:

Fees	1Y Tenor	2Y Tenor	5Y Tenor	10Y Tenor
Trading Fee	R 1.00	R 1.00	R 2.00	R 2.00
Maintenance Fee	R 1.00	R 1.00	R 2.00	R 2.00
Roll Fee	R 1.00	R 1.00	R 2.00	R 2.00

We trust that this fee model satisfies the market's requirements based on information garnered from participants. The JSE will make appropriate pricing alignments as the product gathers more trading momentum.

Please do not hesitate to contact irc@jse.co.za should you have any questions.