

**MARKET NOTICE**

Johannesburg  
Stock Exchange

Tel: +27 11 520 7000  
[www.jse.co.za](http://www.jse.co.za)

**Number:** 226A/2016  
**Relates to:**  Equity Market  
 Equity Derivatives  
 Commodity Derivatives  
 Interest Rate and Currency Derivatives  
**Date:** 25 April 2016

**SUBJECT:** FINAL MAIZE LOCATION DIFFERENTIALS AND STORAGE RATES FOR 2016/17 MARKETING SEASON

**Name and Surname:** Chris Sturgess  
**Designation:** Director Commodities & Key Client Management

**1. Final Maize Location Differentials for 2015/16 marketing season.**

Subsequent to market notice 211A/2016 of 19 April 2016, this notice serves to release the final location differentials for maize for the 2016/17 marketing season. As mentioned before, we have adopted a formula-based approach to determine location differentials for maize as follows:

$$RPT = \frac{Distance * RLF * RPK}{Payload}$$

Where: Distance is the distance in km to Randfontein,  
 RLF is the return load factor,  
 RPK is in Rand per km and  
 Payload is in tons with 34 tons applied

No new information was submitted to the JSE and as such no changes were made to the proposed location differentials published earlier. The final list of location differentials for maize for 2016/17 marketing season is attached.

Below are the final RPK rates and return load factors (RLF) used in our model for the 2016/17 season:

2016		Distance	RLF
Distance	RPK		
0-15 Km	95.15	<300 km	2
16-25 Km	67.94	301-325 km	1.9
26-50 Km	31.40	326-350 km	1.8
51-75 Km	23.23	351-375 km	1.7
76-100 Km	21.16	376-400 km	1.6
101-125 Km	19.51	401-425 km	1.5
126-150 Km	17.25	426-450 km	1.4
151-175 Km	16.88	451-475 km	1.4
176-200 Km	16.45	476-500 km	1.4
201-225 Km	16.53	501-525 km	1.4
226-250 Km	16.07	>525 km	1.4
251-275 Km	15.75		
276-300 Km	15.65		
301-325 Km	15.47		
326-350 Km	15.49		
351-375 Km	15.37		
376-400 Km	15.29		
>400 Km	14.95		

We continue to encourage market participants to contribute road rates when requested in order to assist in determining accurate rates at the time of publishing. It is also important to note that the JSE does not take into account any forward looking scenarios in these calculations and therefore only considers transport rates as currently quoted. That said rail rates for the new season commencing 1 April 2016 were included.

## 2. Standard Storage Rates

The standard storage rate for the marketing season 1 May 2016 – 30 April 2017 will increase based on the PPI rate as published at the end of February 2016, namely 8.1% and so the standard storage rate applied to outstanding storage in completion of a futures contract will be **68 cents per ton per day**.

Please ensure that when making delivery of JSE silo receipts issued in the previous marketing season, all storage is paid up to and including 30 April 2016.

Should you have any questions regarding the above, please do not hesitate to contact the Commodities Team at 011 520 7039 or email [commodities@jse.co.za](mailto:commodities@jse.co.za)

This Market Notice will be available on the website at <https://www.jse.co.za/redirects/market-notice-and-circulars>