

**MARKET NOTICE**

Johannesburg  
Stock Exchange

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

**Number:** 253/2016  
**Relates to:**  Equity Market  
 Equity Derivatives  
 Commodity Derivatives  
 Interest Rate and Currency Derivatives  
**Date:** 11 May 2016

**SUBJECT:** INTRODUCING OCTOBER 2016 QUANTO SOYBEAN CAN-DO CONTRACT

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

The October 2016 Quanto Soybean Can-Do futures contract will be listed for trading on 12 May 2016. 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	
<b>Description</b>	OCT 16 QUANTO SOYBEAN COMMODITY CAN-DO
<b>Can-Do Name</b>	Can-Do XQSB
<b>Can-Do-Code</b>	XQSB
<b>Contract Size (Multiplier)</b>	1 contract = 5,000 multiplier of the reference price per bushel
<b>Reference Contract</b>	Soybean (product symbol ZSN6), November 2016 expiry month as traded on CBOT, a subsidiary of the CME Group Inc.
<b>Quotations</b>	Denominated in South African Rand (ZAR) with the contract price referencing the foreign underlying commodity market for the expiry linked delivery period.
<b>Minimum Price Movement</b>	R0.0025 ZAR per contract unit

<b>JSE Fees</b>	R8.00 per contract (INCL VAT)
<b>Initial Margin</b>	R3,356 per contract
<b>Series spread margin</b>	N/A
<b>Position Limits</b>	Not applicable
<b>Trade Date</b>	The date the Can-Do position is first entered into by the clients and captured by the JSE
<b>Business Day</b>	Any day on which banks are open for a normal trading day in Johannesburg and grain prices are published by the JSE.
<b>Underlying</b>	
<b>Underlying Future</b>	<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 ZSN6), 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>
<b>Daily MTM</b>	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
<b>Daily MTM time</b>	16h55 -17h00
<b>Initial reference level</b>	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.
<b>Underlying Currency</b>	Rand (ZAR)
<b>Last trading date and final valuation date</b>	28 October 2016
<b>Settlement Date</b>	28 October 2016
<b>Valuation Frequency</b>	Daily between 16h55 and 17h00
<b>TERMS &amp; CONDITIONS – Can Do XQSB</b>	
<b>Type</b>	Can Do Future
<b>Buyer</b>	Is the party that is the Long Party to the Can Do Future
<b>Seller</b>	Is the party that is the Short Party to the Can- Do Future
<b>Initial Futures Price</b>	As agreed by the counter parties, EFR or trade level

PROCEDURE AT EXPIRATION	
<b>Final valuation and cash settlement</b>	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.

Should you have any queries regarding this notice, please contact [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>