

MARKET NOTICE

Johannesburg
Stock Exchange

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www.jse.co.za

Number: 466/2016
Relates to: Equity Market
 Equity Derivatives
 Commodity Derivatives
 Interest Rate and Currency Derivatives
Date: 25 August 2016

SUBJECT: INTRODUCING JUNE 17 AND OCTOBER 17 QUANTO SOYBEAN CAN-DO CONTRACT

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

The June and October 2017 Quanto Soybean Can-do futures contract will be listed for trading on 26 August 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	
Description	QUANTO SOYBEAN COMMODITY CAN-DO
Can-Do Name	Can-Do XQSB
Can-Do-Code	28 JUN17 XQSB
Contract Size (Multiplier)	1 contract = 5,000 multiplier of the reference price per bushel
Reference Contracts	Soybean (products symbol ZSN17), July 2017 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 periods.
Minimum Price Movement	R0.00005 ZAR per contract unit
JSE Fees	R4.00 per contract (INCL VAT)
Initial Margin	R5200
Calendar spread margin	R1600
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 Futures	<p>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 ZSN17 a), 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	27 June 2017
Settlement Date	28 June 2017
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 is calculated will refer to an average of 30 iterations referencing trades in the underlying derivative contract, taken every 1 minute for a period of 30 minutes ending 10h30 Chicago time (SA Summer:18h01-18h30 and SA Winter:17h01-17h30)

GENERAL TERMS	
Description	QUANTO SOYBEAN COMMODITY CAN-DO
Can-Do Name	Can-Do XQSB
Can-Do-Code	27 OCT17 XQSB
Contract Size (Multiplier)	1 contract = 5,000 multiplier of the reference price per bushel
Reference Contracts	Soybean (products symbol ZSX17), November 2017 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 periods.
Minimum Price Movement	R0.00005 ZAR per contract unit
JSE Fees	R4.00 per contract (INCL VAT)
Initial Margin	R5000
Calendar spread margin	R1500
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 Futures	<p>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 ZSX17 a), 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>
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	10h30 Chicago time (SA Summer:18h01-18h30 and SA Winter:17h01-17h30)
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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

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