

MARKET NOTICE

Johannesburg
Stock Exchange

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Number: 589/2016
Relates to: Equity Market
 Equity Derivatives
 Commodity Derivatives
 Interest Rate and Currency Derivatives
Date: 21 October 2016

SUBJECT: INITIAL MARGIN REQUIREMENTS FOR FUTURES ON LIQUIDITY LEVEL 3 EQUITIES

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Designation: Head of Risk

Dear JSE Stakeholder,

Please take note that the following equities no longer meet the listing requirements for single stock futures; in line with section 2 of the policy which can be found at the bottom of the derivative market's risk management web page (link at the end of this document). As such, the JSE will increase the Initial Margin Requirements (IMRs) on all futures and CFDs listed on these equities to 100%, in the increments described below.

Alpha Code	Long Name
ADE	AdBEE Limited
IVT	Invicta Holdings Limited
STP	Stenprop limited

The schedule for the IMR increases will be as per the below:

Alpha Code	Current	31-Oct-16	7-Nov-16	14-Nov-16	21-Nov-16
ADE	40%	50%	65%	80%	100%
IVT	17%	30%	50%	70%	100%
STP	16%	30%	50%	70%	100%

All existing contracts written on these underlying equities will continue until expiry. As per the policy, the JSE will not automatically list new expiries on futures and CFDs listed on the abovementioned set of equities.

<https://www.jse.co.za/services/post-trade-services/risk-management/derivative-market>

Should you have any queries regarding this notice, please contact risk@jse.co.za

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