

**MARKET NOTICE**

 Johannesburg  
 Stock Exchange

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

**Number:** 360/2015  
 Relates to:  Equity Market  
                    Equity Derivatives  
                    Commodity Derivatives  
                    Interest Rate and Currency Derivatives  
 Date: 5 June 2015

**SUBJECT:** LISTING CURRENCY FUTURE CAN-DO CONTRACT UP AND OUT BARRIER OPTION (CAGH) ON USD/ZAR

**Name and Surname:** Paolo Govetto  
**Designation:** Head Structured Products

The following instrument has been added to the list with immediate effect and will be available for trading as from today. 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 provisions.

**Summary Contract Specifications:**

GENERAL TERMS	
<b>Description</b>	Knock-Out Barrier Option (barrier monitored continuously during the Knock-Out Determination Period)
<b>Can-Do Name</b>	Can-Do (CAGH)
<b>Can-Do Code</b>	CAGH
<b>Underlying Instrument</b>	Currency Future USD/ZAR
<b>Contract Size (Multiplier)</b>	USD1 nominal
<b>Minimum Price Movement</b>	0.0001 (ZAR0.10)
<b>Currency Pair</b>	USD/ZAR
<b>Quotations</b>	When determining the exchange rate for the Currency Pair, the amount of ZAR per one USD (rounded to four decimals) shall be determined

<b>Settlement</b>	The option contracts related to the Currency Future Can-do Contract, if exercised, will settle by means of Cash Settlement, the Option Cash Settlement Amount to be paid in ZAR
<b>Mark-to-Market</b>	Explicit Daily The forward value of the arithmetic average of the traded underlying observed for a 5 minute period between 09:55 and 10:00 am New York time.
<b>Exchange Fees</b>	Sliding Scale – See below
<b>Initial Margin</b>	ZAR 178 .00 (as determined by the JSE on a monthly basis)
<b>Class Spread Margin</b>	ZAR 90.00
<b>V.S.R.</b>	2.5
<b>Trade Date</b>	The date the Currency Future Can-do Contract is concluded
<b>Business Day</b>	Any day on which banks are open for business in Johannesburg and currency prices are published by the JSE.
<b>Option Style</b>	Style of the option contracts related to the Currency Future Can-do Contract: European, meaning that the rights granted under the option contracts related to the Currency Future Can-do Contract are exercisable on the date and at the time mentioned in Expiration and Valuation Date.  Style of the Knock-Out Event: American, meaning that whether or not a Knock-Out Event has occurred will be determined during the Knock-Out Determination Period.
<b>Initial Reference Level</b>	The currency exchange rate for the Currency Pair as agreed by the Long Party and the Short Party on the Trade Date, being the level of the Currency Pair from which any movement in such currency exchange rate (the minimum of which is the Minimum Price Movement) will be determined
<b>Long Party</b>	The holder of the long position in respect of the Currency Future Can-do Contract
<b>Short Party</b>	The holder of the short position in respect of the Currency Future Can-do Contract
<b>TERMS &amp; CONDITIONS</b>	
<b>Option Type</b>	Up-and-Out USD/ZAR USD Call Option, being a call option contract (barrier monitored continuously)
<b>Buyer of related option contracts</b>	The party that is the Long Party to the Currency Future Can-do Contract

<b>Seller of related option contracts</b>	The party that is the Short Party to the Currency Future Can-do Contract
<b>Strike Price</b>	ZAR 12.5000 /USD 1.00
<b>Knock-Out Price</b>	ZAR 14.0000/USD 1.00
<b>Knock-Out Event</b>	<p>A Knock-Out Event will only be deemed to have occurred in the event the JSE in accordance with its discretion determines that a foreign exchange transaction has occurred at any Knock-Out Valuation Time during the Knock-Out Determination Period for the purchase of a minimum notional amount of <b>USD1Million</b> against the payment of ZAR at a currency exchange rate for the Currency Pair (as published by the Exchange) equal to or <b>higher</b> than the Knock-Out Price.</p> <p>If a Knock-Out Event occurs, the Currency Future Can-do Contract will terminate, all related option contracts will be closed out on the JSE at zero value and initial margin will be returned to the Buyer and the Seller.</p>
<b>Knock-Out Determination Period</b>	The period from (and including) the Trade Date to (and including) the Expiration and Valuation Date.
<b>Knock-Out Valuation Time</b>	Any time from 05:00 (5:00 a.m.) on a Monday in Sydney, Australia to 17:00 (5:00 p.m.) on a Friday in New York, United States of America, as such may exist during the Knock-Out Determination Period.
<b>PROCEDURE FOR EXERCISE</b>	
<b>Expiration and Valuation Date</b>	<p>14 September 2015</p> <p>10:00 (10:00 a.m.) New York time, being the date and time of expiration of the option contracts related to the Currency Future Can-do Contract</p>
<b>Reference Price</b>	The closing currency exchange rate for the Currency Pair observed by the JSE on the Expiration and Valuation Date.
<b>Automatic Exercise</b>	Applicable, meaning that if the Reference Price is equal to or in excess of the Strike Price at the Expiration and Valuation Date, the related option contracts will be deemed automatically exercised
<b>Cash Settlement</b>	Applicable. If the Strike Price Differential is greater than zero, the Short Party shall pay the Long Party the Option Cash Settlement Amount for the number of option contracts held at the Expiration and Valuation Date.
<b>Option Cash Settlement Amount</b>	An amount equal to the number of option contracts exercised on the Expiration and Valuation Date multiplied by the Strike Price Differential, multiplied by the Multiplier multiplied by 1000.

<b>Strike Price Differential</b>	An amount equal to the greater of: a) the Reference Price minus the Strike Price; and b) zero.
----------------------------------	------------------------------------------------------------------------------------------------------

**Exchange Fees – Sliding Scale Fee Structure: As per link below**

<https://www.jse.co.za/currencyfees>

**\*The above instrument has been designated as “Foreign” by the South African Reserve Bank.**

If you have any queries, please feel free to contact Warren Geers (+27 11 520 7470) / [warreng@jse.co.za](mailto:warreng@jse.co.za) or Cindy Pillay (+27 11 520 7689) / [cindyp@jse.co.za](mailto:cindyp@jse.co.za)

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