

**MARKET NOTICE**

 Johannesburg  
 Stock Exchange

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[www.jse.co.za](http://www.jse.co.za)

**Number:** 398/2015  
**Relates to:**  Equity Market  
 Equity Derivatives  
 Commodity Derivatives  
 Interest Rate and Currency Derivatives  
**Date:** 25 June 2015  
**SUBJECT:** **New Can-Do Strike Resetting Put Spread (YLPQ)**  
**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>	<b>Strike Resetting Put Spread</b> (strike resets monitored discretely)
<b>Can-Do Name</b>	Can-Do YLPQ
<b>Can-Do Code</b>	YLPQ
<b>Contract (Multiplier)</b>	<b>Size</b> 10 (for the avoidance of doubt, this means that each option references the Index, multiplied by 10 ZAR)
<b>Minimum Movement</b>	<b>Price</b> One one-hundredth of an Index point (i.e. 0.01)
<b>Quotations</b>	Of the underlying Index, the value to two decimal places
<b>Clearing House Fees</b>	See Can-Do Booking Fee Schedule: <a href="https://www.jse.co.za/content/JSE Pricing Items/JSE Booking Fees.pdf">https://www.jse.co.za/content/JSE Pricing Items/JSE Booking Fees.pdf</a>

<b>Initial Margin*</b>	R 740
<b>Class Spread Margin*</b>	R 370
<b>V.S.R.</b>	2.00
<b>Trade Date</b>	The date the Can-Do position is first opened on the JSE
<b>Business Day</b>	Any day on which banks are open for a normal trading day in Johannesburg and the Index is published by the JSE.
<b>Option Style</b>	European
<b>Index</b>	FTSE/JSE Shareholder Weighted Top 40 Index (Bloomberg code: JSHR40 <Index>)
<b>Final Reset Date</b>	12 April 2016
<b>Initial Index Reference Level</b>	As agreed by the Long Party and the Short Party on the Trade Date.
<b>Strike Price Reset Event</b>	<p>Means, in respect of the Index, if, at a Strike Price Reset Valuation Time on a Strike Price Reset Determination Day, the level of the Index (as published by the JSE) is equal to or greater than:</p> <ul style="list-style-type: none"> <li>a) Strike Price Reset Level 1, the Strike Prices of both Options are increased to Strike Price Reset Value 1</li> <li>b) Strike Price Reset Level 2, the Strike Prices of both Options are increased to Strike Price Reset Value 2</li> </ul> <p>For the avoidance of doubt:</p> <ul style="list-style-type: none"> <li>a) the Strike Price can only reset upwards, never downwards; and</li> <li>b) a Strike Price Reset Event can only occur once in respect of any given Strike Price Reset Level.</li> </ul>
<b>Strike Price Reset Levels</b>	<ul style="list-style-type: none"> <li>1) 106% (11,336.70) of the Initial Index Reference Level</li> <li>2) 112% (11,978.40) of the Initial Index Reference Level</li> </ul>
<b>Strike Price Reset Values</b>	<ul style="list-style-type: none"> <li>1) Option 1 – 103.88% (11,109.97) and Option 2 – 96.46% (10,316.40) of the Initial Index Reference Level respectively</li> <li>2) Option 2 – 109.76% (11,738.83) and Option 2 – 101.92% (10,900.34) of the Initial Index Reference Level respectively</li> </ul>
<b>Strike Price Reset Determination Days</b>	Means each scheduled Trading Day from (and including) the Trade Date, to (and including) the Final Reset Date.
<b>Strike Price Valuation Time</b>	The Scheduled Closing Time on the JSE.

<b>TERMS &amp; CONDITIONS – OPTION 1</b>	
<b>Type</b>	Put
<b>Buyer</b>	the Long Party to the Can-Do Instrument
<b>Seller</b>	the Short Party to the Can-Do Instrument
<b>Strike Price</b>	98% (10,481.10) of the Initial Index Reference Level
<b>TERMS &amp; CONDITIONS – OPTION 2</b>	
<b>Type</b>	Put
<b>Buyer</b>	the Short Party to the Can-Do Instrument
<b>Seller</b>	the Long Party to the Can-Do Instrument
<b>Strike Price</b>	91% (9,732.45) of the Initial Index Reference Level
<b>PROCEDURE FOR EXERCISE</b>	
<b>Expiration and Valuation Date</b>	12 April 2016
<b>Expiration and Valuation Time</b>	17:00 on the Expiration and Valuation Date
<b>Reference Price</b>	Closing level of the index on 12 April 2016
<b>Automatic Exercise</b>	Applicable. For the avoidance of doubt, Option 1 and Option 2 will be automatically exercised (either together or separately) where the Strike Price Differential for that Option is greater than zero.
<b>Cash Settlement</b>	Applicable, both for Option 1 and Option 2. If the Strike Price Differential for a given Option is greater than zero, the Short Party shall pay to the Long Party the Cash Settlement Amount for the number of Options held at the Expiration and Valuation Date.
<b>Cash Settlement Amount</b>	Means an amount equal to the number of options exercised on the Expiration and Valuation Date multiplied by the Strike Price Differential, multiplied by the Multiplier.
<b>Strike Price Differential</b>	For any given Option, means an amount equal to the greater of: <ul style="list-style-type: none"> <li>a) the Strike Price minus the Reference Price (after adjustment due to any Strike Price Reset); and</li> <li>b) zero.</li> </ul>

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Can-Do Type	Barrier Structure
Can-Do Underlying Type (Index/Stock/Bask/Other)	Index
Underlying Code	FTSE/JSE Shareholder Weighted Top 40 (DTOP)
Non-Linear Flag (Y/N)	YES
Zero fee OTM Flag (Y/N)	No

\*The JSE reserves the right to amend the levels of the Initial Margin, Class Spread Margin and V.S.R.

Should you have any queries regarding this notice, please contact [structuredproducts@jse.co.za](mailto:structuredproducts@jse.co.za).

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