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**MARKET NOTICE**Johannesburg  
Stock ExchangeTel: +27 11 520 7000  
[www.jse.co.za](http://www.jse.co.za)

**Number:** 211/2020  
**Relates to:**  Equity Market  
 Equity Derivatives  
 Commodity Derivatives  
 Interest Rate and Currency Derivatives  
**Date:** 28 April 2020

**SUBJECT:** TREATMENT OF UNITED STATES OIL FUND LP (USOI) CORPORATE ACTION –  
CONSOLIDATION 29 APRIL 2020 (EX-DATE)

**Name and Surname:** Matthias Kempgen  
**Designation:** Head - Derivatives Operation, Post Trade Services

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Members notice is drawn to section 13 of the contract specifications of Individual Equity Futures and options, which states:

**13. Corporate Events**

The JSE reserves the right to adopt any procedure or to adjust any single stock future or option on a single stock future, in a manner it deems fit, to deal with any extraordinary corporate events that may occur from time to time in relation to a share that is the underlying instrument of the equity option and to notify position holders, derivatives members and any other interested parties, of such event and the procedure or adjustment adopted. Such events include, for example, mergers, take-overs, unbundlings, capitalization issues and rights issues.

The implication of this is that anybody trading in Single Stock futures or options on Single Stock futures in which the underlying stock is the subject of an extraordinary corporate event should be aware that the JSE may make adjustments to the Single Stock futures and options.

**Consolidation**

**United States Oil Fund LP (USOI)**, shares will be consolidated on a 8 for 1 basis.

With regards to this corporate action the following adjustments will be made to positions on **29 April 2020 (Ex-Date)**.

The adjustments will be made to the positions held in USOI contracts, as at close of business on **28 April 2020 (LDT)**.

## 1. FUTURES POSITIONS

- Positions in USOI as held on close of business on **28 April 2020 (LDT)** will be consolidated on a 8 for 1 basis.

### *Affected Contracts:*

<b>Contract Code</b>	<b>JSE Instrument Type</b>
14DEC20 USOI CSH	INTERNATIONAL EQUITY
14SEP20 USOI CSH	INTERNATIONAL EQUITY
12JUN20 USOI CSH	INTERNATIONAL EQUITY
12JUN20 USOI CSH DN	International Dividend Neutral
14SEP20 USOI CSH DN	International Dividend Neutral
14DEC20 USOI CSH DN	International Dividend Neutral

**Example:** If you had 8 futures contracts in USOI, the JSE will close this position at a value of zero and open a new position of 1 futures contract in USOI at a value of zero.

### TREATMENT FOR ALLOCATION ON ADDITIONAL CONTRACTS

With the implementation of ITaC, the JSE has enhanced the position adjustment process.

Please see link below to the Guidance Note issued on treatment of corporate actions as distributed in October 2018 and specifically refer to Section 8 for details of the position adjustment process:

<https://www.jse.co.za/content/Guidance%20Notes/ITaC%20Guidance%20Note%20on%20Corporate%20Actions.pdf>

Should you have any queries please contact [Clearops@jse.co.za](mailto:Clearops@jse.co.za) or +27 11 520-7349.

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