
MARKET NOTICEJohannesburg
Stock ExchangeTel: +27 11 520 7000
www.jse.co.za

Number: 229A/2018

Relates to:

- Equity Market
- Equity Derivatives
- Commodity Derivatives
- Interest Rate and Currency Derivatives

Date: 19 June 2018

SUBJECT: PROPOSED AMENDMENTS TO THE INTEREST RATE AND CURRENCY DERIVATIVES RULES - SETTLEMENT OF TRANSACTIONS IN BONDS

Name and Surname: Shaun Davies
Designation: Director - Market Regulation

Members are referred to JSE market notice 194/2018 and advised that the Financial Sector Conduct Authority (FSCA) today published Board Notice 85 of 2018 in the Government Gazette, which refers the public to the official website of the FSCA – www.fsca.co.za, and begins the public consultation phase of the process for the approval of the proposed amendments to the JSE Interest Rate and Currency Derivatives Rules – Settlement of Transactions in Bonds.

During the member consultation process, the JSE became aware that Strate were making certain final amendments to the Strate directives as a result of Strate's consultation with CSDPs on proposed amendments to their directives in relation to the settlement of bond transactions. One of Strate's final amendments has a consequential impact on the JSE's proposed amendments. The relevant amendment to the Strate directives is in respect of the cut-off time for the commitment by CSDPs to settle trades that are due to settle on T+1, T+2 and T+3. CSDPs will now have until 19h00 on the business day preceding settlement (S – 1) to commit to such trades, instead of the 18h00 cut off time that was previously communicated. The JSE has therefore made the equivalent proposed amendment to the Interest Rate and Currency Derivatives Rules.

The proposed amendments to the IRC rules – Settlement of Transactions in Bonds, which contain the updated cut-off time within which CSDPs must commit, are attached as Annexure A. Annexure A reflects the proposed amendments that have been submitted to the FSCA for their approval and which have been published by the FSCA for public comment.

In the event that you have comments or wish to lodge an objection in respect of this amendment, please do so in accordance with the instructions expressed in Board Notice 85 of 2018, which is attached as Annexure B.

Should you have any queries regarding this notice, please contact Paul Hartzberg on (011) 520 7584 or at paulh@jse.co.za

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