

MARKET NOTICE

Johannesburg
Stock Exchange

Tel: +27 11 520 7000
www.jse.co.za

Number: 411A/2018
Relates to: Equity Market
 Equity Derivatives
 Commodity Derivatives
 Interest Rate and Currency Derivatives
 Bonds and ETP
 Primary Markets

Date: 31 October 2018

SUBJECT: CHANGE IN CONTRACT SPECIFICATION FOR ANY DAY INDEX FUTURES AND OPTIONS

Name and Surname: Donna M. Nemer
Designation: Director - Capital Markets

Dear JSE Client,

Equity Derivatives members are advised that after go live of the Integrated Trading and Clearing (ITaC) project, the contract specifications for Any Day Index Future and Option instruments will be changing to align to the strike interval and minimum price movement parameters/attributes of the standard Index Future and Option instruments.

CHANGE TO CONTRACT SPECIFICATION

The contract specifications for the below mentioned instruments will thus be amended and the changes will be effective on Monday, 3 December 2018.

1. ALSX

Any Day Index Future on ALSI (J200)		
	Current	New
Strike Interval	0.01	50
Minimum Price Movement	0.01	1

2. DTOX

Any Day Index Future on DTOX (J400)		
	Current	New
Strike Interval	0.01	10
Minimum Price Movement	0.01	1

3. DCAX

Any Day Index Future on DCAP (J430)		
	Current	New
Strike Interval	0.01	10
Minimum Price Movement	0.01	1

Please refer to the attached appendices for the amended contract specifications for each instrument.

MIGRATION OF EXISTING POSITIONS

In preparation for ITaC, existing positions in the current strike interval will be migrated to the new strike interval by the JSE on Friday, 30 November 2018 and will be effective on Monday, 3 December 2018.

Positions still open as at Friday, 30 November 2018 will be closed out and new positions will be opened in the new, rounded strike price (rounded to the nearest applicable strike interval). This means that positions will be closed out at JSE Fair Value for that applicable strike and the same Volatility and Futures price inputs will be applied to the new rounded strike positions that will be opened.

Please refer to the table below for an example on how the positions will be adjusted:

Member	Current Position	Contract Code	Expiry Date	Call\Put	Position to be Closed		Position to be opened	
					Current Strike	Price	New Strike (Rounded)	Price
AAAM	-100	DTOX	2019/02/08	Call	12898.59	9.00	12900	9.00

JSE Fair Value Inputs	
Futures Price	Vol
9863.00	17.91

In order to contain the number of affected strikes, we urge all clients to make use of the new strike interval when entering into new positions, between now and Friday, 30 November 2018. Please be advised that any new positions entered into during this period, at the strike interval of 0.01 will be adjusted as per the above mentioned process.

Please contact Customer support at CustomerSupport@jse.co.za or 011 520 7777.

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