

MARKET NOTICE

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SUBJECT: COMMODITY DERIVATIVES REDUCING FEES APPLICABLE TO “ASSIGN SEND” AND “TRIPARTITE SEND” MESSAGE TYPE



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Dear JSE Stakeholder

The JSE Commodity Derivatives Market, in order to encourage additional give up transactions will be reducing the JSE fees to the single leg that is currently charged for. These specific transactions where a member references the “assign send” or “tripartite send” functionality and gives up a trade to another member will attract a lower fee going forward.

In order to illustrate the process, assume member A is executing a buy order in the open market for member Z:

- Member A buys 1 contract in the open market – this leg is currently waived of all JSE fees
- Member A, using the assign send (or tripartite send) functionality, gives up the position resulting in a sell 1 contract to the receiving member Z – **THIS LEG WILL NOW BE CHARGED A REDUCED JSE FEE**
- Member Z, accepts the assigned trade and buys 1 contract – this leg will continue to attract the standard JSE fee

Confirming the dates with the Clearing Members, this good news will be implemented after trading on **Friday 13 June 2014 and therefore effective Tuesday 17 June 2014**. In essence for all physically settled grain contracts the “assign send” or “tripartite send” leg will be charged 2 cents/ton less resulting in a total fee of 11 cents/ton (VAT Incl). For all cash settled products, where variable fees exist per product, the “assign send” and “tripartite send” leg will be 50% less than the current published fee creating an opportunity for members to benefit from provided they secure the additional flow to these products. This fee benefit will also be applicable to all quanto products listed and the Diesel contract.

Currently members recover this fee in the pricing of their give up trades on the day and so should be mindful of this going forward. The JSE will carefully monitor the transaction flow going forward to assess if this indeed does

contribute to increased trading activity and reserves the right to adjust fees. It is envisaged this pricing incentive will remain until at least end of 2014. All fees quoted below include VAT.

Products available	Contract Code	Futures	Options	Physical Deliveries	JSE fees for member "assign send" or "tripartite send" business only	
					FUTURES	OPTIONS
Physically Settled Grain Contracts						
White Maize	WMAZ	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
10 Ton White Maize	WNCI	R1.30/contract	R0.65/contract	R20/contract/delivery	R1.10/contract	R0.55/contract
White Maize grade two	WOPT	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
Yellow Maize	YMAZ	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
10 Ton Yellow Maize	YNCI	R1.30/contract	R0.65/contract	R20/contract/delivery	R1.10/contract	R0.55/contract
Yellow maize grade two	YOPT	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
Bread Milling Wheat	WEAT	R6.50/contract	R3.25/contract	R100/contract/delivery	R5.50/contract	R2.75/contract
Cape Wheat	CAPE	R6.50/contract	R3.25/contract	R100/contract/delivery	R5.50/contract	R2.75/contract
Sunflower Seeds	SUNS	R6.50/contract	R3.25/contract	R100/contract/delivery	R5.50/contract	R2.75/contract
Soya Beans	SOYA	R6.50/contract	R3.25/contract	R100/contract/delivery	R5.50/contract	R2.75/contract
Sorghum	SORG	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
Bitter Sorghum	SGBT	R13/contract	R6.50/contract	R200/contract/delivery	R11/contract	R5.50/contract
White Maize short dated options	WMNC	N/A	R13/contract	N/A	N/A	R11/contract
Yellow Maize short dated options	YMNC	N/A	R13/contract	N/A	N/A	R11/contract
White Maize Cando	XWMZ	R26/contract	N/A	N/A	N/A	N/A
Yellow Maize Cando	XYMZ	R26/contract	N/A	N/A	N/A	N/A
Bread Milling Wheat Cando	XWHT	R13/contract	N/A	N/A	N/A	N/A
Cash Settled Commodity Contracts						
Chicago Corn	CORN	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Soybean	BEAN	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Soybean Meal	MEAL	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Soybean Oil	OILS	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Hard Red Winter Wheat	KANS	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Soft Red Winter Wheat	REDW	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
WTI Crude Oil	WTIO	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Brent Crude Oil	BRNT	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Gold	GOLD	R13/contract	R8/contract	N/A Cash Settled	R6.50/contract	R4/contract
Platinum	PLAT	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Copper	COPP	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Silver	SILV	R13/contract	R8/contract	N/A Cash Settled	R6.50/contract	R4/contract
Brent Crude Oil Quanto	QBRN	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Copper Quanto	QCOP	R10/contract	R6/contract	N/A Cash Settled	R5/contract	R3/contract
Gold Quanto	QGLD	R13/contract	R8/contract	N/A Cash Settled	R6.50/contract	R4/contract
Heating Oil Quanto	QHEA	R11/contract	R10/contract	N/A Cash Settled	R5.50/contract	R5/contract
Gasoline Quanto	QGAS	R12/contract	R11/contract	N/A Cash Settled	R6/contract	R5.50/contract
Natural Gas Quanto	QNAT	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Palladium Quanto	QPLD	R7/contract	R6/contract	N/A Cash Settled	R3.50/contract	R3/contract

Sugar #11 Quanto	QSUG	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Cotton Quanto	QCTN	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Cocoa Quanto	QCOC	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Coffee Quanto	QCFF	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Corn Quanto	QCRN	R4/contract	R3/contract	N/A Cash Settled	R2/contract	R1.50/contract
Silver Quanto	QSIL	R13/contract	R8/contract	N/A Cash Settled	R6.50/contract	R4/contract
Platinum Quanto	QPLT	R15/contract	R10/contract	N/A Cash Settled	R7.50/contract	R5/contract
Diesel European Gasoil	DSEL	Sliding scale ranging from R5 to R10/contract		N/A Cash Settled	R4.00 per contract regardless of the sliding scale	

If there are any further questions please feel free to contact myself or any of the Commodities Team members or email commodities@jse.co.za. We look forward to your ongoing support and trust this change will assist your membership in either expanding current business or exploring new product opportunities.