

**MARKET NOTICE**

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**SUBJECT: INTRODUCING WHITE MAIZE COMMODITY CAN-DO**

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The October14 White Maize Commodity Can-Do will be listed for trading 03 October 2014

**White Maize Commodity Can-do - XWMS**

GENERAL TERMS	
<b>Description</b>	OCTOBER14 WHITE MAIZE COMMODITY CAN DO
<b>Can-Do Name</b>	Can-Do XWMS
<b>Can-Do-Code</b>	XWMS
<b>Contract Size (Multiplier)</b>	1 contract = 100 tons for the avoidance of doubt, this means that each contract will reference a price per ton multiplied by 100
<b>Quotations</b>	Price per ton in Rand
<b>Minimum Price Movement</b>	R0.20 per ton
<b>JSE Fees</b>	R26.00 per contract (INCL VAT) (26 cents per ton)
<b>Initial Margin</b>	R 20,200 per contract
<b>Series spread margin</b>	As per WMAZ spread margin
<b>Position Limits</b>	Not applicable
<b>Trade Date</b>	The date the Can-Do position is first entered into by the clients and captured by the JSE
<b>Business Day</b>	Any day on which banks are open for a normal trading day in

	Johannesburg and grain prices are published by the JSE.
<b>Underlying</b>	
<b>Underlying Future</b>	WMAZ futures contract meeting all specifications as listed and traded on the Commodity Derivatives Division of the JSE
<b>Daily MTM adjustments</b>	Tracking the nearby WMAZ listed expiry month and deducting: <ul style="list-style-type: none"> <li>• Safex standard MAIZE storage at R0.61 cents per ton per day</li> <li>• Financing cost calculated as ( # of days from and including 1 October 2014 <i>multiplied</i> by nearby WMAZ futures MTM <i>multiplied</i> by Prime less 2.00%) <i>divided</i> by 365 days</li> </ul>
<b>Initial reference level</b>	As agreed by the Long and the Short Party on the trade date in Rand per ton. Confirmed by the EFR transaction generated by the exchange upon confirmation of the Can-Do trade. The execution of the Can-Do will trigger an automated allocation of the underlying WMAZ future contracts between the buyer and seller to create an equal and opposite XWMS Can-do. The report only transactions will be facilitated by the JSE.
<b>Underlying Currency</b>	Rand (ZAR)
<b>Underlying physical commodity</b>	White Maize as defined by the contract code WMAZ and presented by the issue of Safex silo receipts
<b>Final Evaluation Date</b>	Expiration date confirmed as 23 October 2014
<b>Valuation Frequency</b>	Daily at 12h00 as per the JSE MTM process for grain products
<b>TERMS &amp; CONDITIONS – Can Do XWHT</b>	
<b>Type</b>	Can Do Future
<b>Buyer</b>	Is the party that is the Long Party to the Can Do Future
<b>Seller</b>	Is the party that is the Short Party to the Can- Do Future
<b>Initial Futures Price</b>	As agreed by the counter parties, EFR or trade level
<b>PROCEDURE AT EXPIRATION</b>	
<b>Expiration Date and Time</b>	12h00 on the business day prior to last trading day for the WMAZ contract, for avoidance of doubt 23 October 2014
<b>Reference Price including final valuation</b>	The underlying WMAZ Oct14 commodity price as determined on expiration date including the adjustments for storage and financing costs. The storage and financing costs will be calculated based on the next business day following expiration.
<b>Can-Do : Cash Settlement with</b>	The XWMS contract will be cash settled at the calculated reference

<b>futures equivalent positions booked in the underlying reference month at expiration date</b>	price with an equal and opposite WMAZ Oct14 future position created at the same level. For avoidance of any doubt, the party that sells back the XWMS Oct14 will buy WMAZ Oct14 future contract and the party that buys back the XWMS Oct14 will sell the WMAZ Oct14 future contracts. The WMAZ Oct14 positions will be captured as a report only trade before 14h30 on the expiration date.
<b>Location Differential and grade discounts</b>	Not applicable

Since the Can-Do is specific between the two counterparties, the original trade is reported into the order book. The contract is visible on the NUTRON front end under Agris Trading, Cando.

If there are any further questions regarding the new product, please feel free to contact Anelisa Matutu on 011 520 7158 or use the group e-mail [commodities@jse.co.za](mailto:commodities@jse.co.za).