

**MARKET NOTICE**

Johannesburg  
Stock Exchange

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[www.jse.co.za](http://www.jse.co.za)

**Number:** 11/2017  
**Relates to:**  Equity Market  
 Equity Derivatives  
 Commodity Derivatives  
 Interest Rate and Currency Derivatives  
**Date:** 10 January 2017

**SUBJECT:** NEW SWAP FUTURE CONTRACT – 10 YEAR JSE ERIS INTEREST RATE SWAP FUTURE

**Name and Surname:** Warren Geers

**Designation:** Head of Interest Rates and Currency Derivatives

Dear JSE Stakeholder

The JSE has listed a new 10 Year JSE Eris Interest Rate Swap Future which will be available for trading on 14-12-2016.

Please see below the contract specification for the new contract.

<b>Name</b>	10Y Std 8.5% Mar 2017-2027
<b>Contract Code</b>	IS10
<b>Contract Structure</b>	\$100,000.00 notional principal whose value is based upon the difference between a stream of quarterly fixed interest payments and a stream of quarterly floating interest payments based on 3m JIBAR, over a term to maturity.
<b>Underlying Swap Tenor</b>	10 year
<b>First Trade Date</b>	14-12-2016
<b>Swap Effective Date</b>	15-03-2017
<b>Maturity Date</b>	15-03-2027
<b>Notional</b>	\$100,000.00
<b>Currency</b>	ZAR
<b>Quote Convention</b>	Net Present Value (NPV) on contract notional

<b>Contract Price Multiplier</b>	1 000
<b>Variation Margin (VM)</b>	<b>VM = Multiplier × (MTM<sub>t</sub> – MTM<sub>t-1</sub>)</b>
<b>Reset Convention</b>	Quarterly
<b>Fixed Rate</b>	8.50%
<b>Floating Rate</b>	3m JIBAR
<b>Float Rate Spread</b>	0
<b>Overnight Rate</b>	SAFEX Overnight
<b>Daily Settlement Price</b>	5 decimals of precision ie. 100.12345

	<b>Fixed Leg</b>	<b>Floating Leg</b>
<b>Reset Frequency</b>	Quarterly	Quarterly
<b>Currency</b>	ZAR	ZAR
<b>Holiday Calendar</b>	South African	South African
<b>Business Day Convention</b>	Modified Following with adjustment to period end dates	Modified Following with adjustment to period end dates
<b>Day Count Convention</b>	Actual/365	Actual/365

Initial Margin will be calculated according the JSE's portfolio VaR for interest rate swap futures framework.

Exchange Fees will be charged in line with the current JSE Eris Swap Future Fees as available on [www.jse.co.za/swaps](http://www.jse.co.za/swaps)

Should you have any queries regarding this notice, please contact [irc@jse.co.za](mailto:irc@jse.co.za)

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