

MARKET NOTICE

Johannesburg
Stock Exchange

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

Number:

- Relates to:
- Equity Market
 - Equity Derivatives
 - Commodity Derivatives
 - Interest Rate and Currency Derivatives

Date: 16 November 2015

SUBJECT: REVISED DEBT TRADING FEES: EFFECTIVE JANUARY 2016

Name and Surname: Warren Geers

Designation: Head: Interest Rates and Currencies

Dear JSE Stakeholder

The JSE debt market will implement a revised fee structure for trading in cash bonds and buy-sell backs effective **1 January 2016**. This communication serves to provide **notice** to the market of the change in billing methodology.

Revised Trading Fees for Bonds and Buy-Sell Backs

Fees on these products were last changed on 1 July 2012 with a change from a cap-based model to a sliding scale model based on a one month lag.

The existing model

The existing model sees all trades incurring a charge of R1,96 per million excluding Vat. The nominal value traded in the previous month is then used in conjunction with the rebate table below to determine the rebate.

Band Volume	Nominal Value Traded (R)	Rebate
<=	25 billion	0%
<=	50 billion	15%
<=	150 billion	25%
<=	200 billion	35%
<=	250 billion	40%
<=	300 billion	50%
<=	400 billion	60%
<=	500 billion	70%
>	500 billion	80%

The New model (effective 1 January 2016)

The new model presents a different fee for Spot and Buy-Sell back transactions, based on a marginal two tier structure. The Strate fee is also stripped out of the model and is capped at R120,000 per month. Members performing allocations will only be charged for one allocation leg of the transaction.

Scale	Spot	Buy-Sell Back
<35 Billion (per month)	1.60	-
>35 Billion (per month)	0.60	-
< 250 Billion (per month)	-	0.55
>250 Billion (per month)	-	0.40
Strate Fee (capped at R120,000 per month)	0.45	0.45

The current market access fee of R10,000 per month excluding Vat remains.

Summary

The new billing model represents a 5% increase to the market although certain market participants may receive a higher or lower increase based on the rework of the model. The JSE has discussed the changes with market participants who will experience an increase of more than the market increase. All quoted fees are exclusive of Vat.

Should you have any queries regarding this notice, please contact irc@jse.co.za.

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