

CONTRACT SPECIFICATIONS

FUTURES CONTRACT	LAMB CARCASS CONTRACT
Trading system code	LAMB
Trading hours	09:00 TO 12:00 Central African Time
Underlying instrument	Chilled lamb carcasses, graded as A2 and A3 and having conformation of 2, 3, 4 or 5, a damage class of not more than 1 on either the buttock, loin or forequarter, in terms of the national sheep grading guidelines. Carcasses must comply with minimum dressing standards and must be fit for human consumption. Age class A (lamb) is a young sheep under 12 months of age or which do not have any permanent incisor teeth.
Contract Size	1 contract = 1000kg
Expiry Dates & Times (Last Trading Day)	Second Wednesday of the expiry month at 12h00.
Contract Months	Four main hedging months, namely, March, June, September and December shall be listed at any given time with any further out expiries introduced based on market demand. All other calendar months (constant months) will be introduced on the first Wednesday of the calendar month prior to expiry month. Once introduced, the constant month will be traded in the same fashion as the four main hedging months.
Settlement Method	Daily mark-to-market procedure for this contract will follow the current daily settlement process applied to the grains market. Upon expiry, settlement shall take place in cash. The settlement price shall be determined by the JSE by incorporating volume weighted average weekly purchasing prices of A2 and A3 carcasses over two weeks preceding the Last Trading Day. Price information for the desired grades will be contributed by Red Meat Abattoirs Association through associated agreements with specific members in order for the JSE to validate contributions directly with the contributing abattoirs. The JSE will publish its indicative settlement price after Last Trading Day; subject to audit with the final settlement price (FSP) applied on Clearance Date (2 business days following Last Trading Day). The JSE reserves the right to revise its settlement methodology from time to time.

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	The above settlement method is applicable to both constant and main hedging months.
Quotations	Rand/Kg
Min Price Movement	Five cents per kg
Daily Limits	R2.50/kg above or below previous day's mtm price. Extended to R3.50/kg as per JSE Rules.
Initial Margin	As determined by JSE Risk from time to time referencing the current margining methodology.
Maximum position limits	No participant (defined as a member or registered client) or associated group of participants may hold in excess of 835 contracts as a net position across all listed expiries. This position limit may be adjusted from time to time
JSE Booking Fees	R16.04/Contract (VAT incl.)