

## MARKET NOTICE

Johannesburg  
Stock Exchange

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

**Number:** 138/2019  
**Relates to:** ☐ Equity Market  
☒ Equity Derivatives  
☐ Commodity Derivatives  
☐ Interest Rate and Currency Derivatives  
**Date:** 2 May 2019

**SUBJECT:** CAN-DO FENCE OPTION (XC55) - OUT OF CURRENCY

**Name and Surname:** Valdene Reddy  
**Designation:** Head – Equity and Equity Derivatives

The following **Fence Option** has been listed with immediate effect and is available for trading. Insofar as any contractual provision set out below is inconsistent with the rules and regulations (“Rules”) of the JSE Limited (“JSE”), the Rules will prevail unless the JSE expressly permits the Parties to give effect to their contractual provisions.

### Summary Contract Specifications:

GENERAL TERMS	
<b>Description</b>	Fence Option - Out of Currency
<b>Option Style</b>	European
<b>Underlying</b>	SPDR S&P 500 ETF Trust Bloomberg Code: SPY US Equity
<b>Underlying ISIN</b>	US78462F1030
<b>Primary Exchange</b>	NYSE
<b>Underlying Currency</b>	USD
<b>Contract Size (Multiplier)</b>	10
<b>Expiration Date</b>	23 March 2020 (Further expiration dates may be added upon request)
<b>Settlement Method</b>	Cash Settled
<b>Minimum Price Movement</b>	ZAR 0.01

<b>Quotations</b>	2 decimal places
<b>TERMS &amp; CONDITIONS – OPTION 1</b>	
<b>Type</b>	Put
<b>Buyer</b>	The Long Party to the Can-Do Option
<b>Seller</b>	The Short Party to the Can-Do Option
<b>Strike Price</b>	USD 286.93
<b>TERMS &amp; CONDITIONS – OPTION 2</b>	
<b>Type</b>	Put
<b>Buyer</b>	The Short Party to the Can-Do Option
<b>Seller</b>	The Long Party to the Can-Do Option
<b>Strike Price</b>	USD 263.98
<b>TERMS &amp; CONDITIONS – OPTION 3</b>	
<b>Type</b>	Call
<b>Buyer</b>	The Short Party to the Can-Do Option
<b>Seller</b>	The Long Party to the Can-Do Option
<b>Strike Price</b>	USD 309.02
<b>VALUATIONS</b>	
<b>Valuation Time</b>	<p>Official closing time as published by the Underlying Listed Exchange on the Final Valuation Date</p> <p>Note: If the official closing time of the underlying exchange falls outside the JSE trading hours, the contract will close-out on the following JSE business day using the previous day's official closing price.</p>
<b>Final Valuation Date</b>	20 March 2020
<b>Reference Price</b>	Official closing price as published by the Underlying Exchange (NYSE) on the Final Valuation Date
<b>PROCEDURE FOR EXERCISE</b>	
<b>Expiration Time</b>	Official closing time as published by the Underlying Listed Exchange on the Final Valuation Date

	Note: If the official closing time of the underlying exchange falls outside the JSE trading hours, the contract will close-out on the following JSE business day using the previous day's official closing price.
<b>Expiration Date</b>	23 March 2020
<b>Expiration Currency Reference (FX)</b>	Arithmetic average of 10 iterations of the Underlying Currency spot price taken every 30 seconds for a period of 5 minutes on the <b>Expiration Date</b> , commencing 09:55am ending at 10:00am New York time.
<b>Automatic Exercise</b>	Applicable
<b>SETTLEMENT TERMS</b>	
<b>Cash Settlement</b>	Applicable.
<b>Settlement Currency</b>	South African Rand (ZAR)
<b>Cash Settlement Amount</b>	The amount determined on the Valuation Date at the Valuation Time, in accordance with the following formula: $[Number\ of\ Option\ Contracts * Multiplier * \max(0, Strike_{P1} - Index_{Final}) - \max(0, Strike_{P2} - Index_{Final}) - \max(0, Index_{final} - Strike_{C1})] * FX$
<b>Cash Settlement Payment Date</b>	Two (2) Currency Business Days following the Valuation Date
<b>Business Days</b>	Johannesburg and New York
<b>Business Day Convention</b>	Following (Cash flows that fall on a non-business day are assumed to be distributed on the following business day)
<b>COST IMPLICATIONS</b>	
<b>JSE Trading Fees</b>	See Can-Do Booking Fee Schedule – Fee Model EXO: <a href="https://www.jse.co.za/content/JSE Pricing Items/MPL/JSE%20Price%20List%202019%20-%20Issuers,%20Services%20and%20Trading.pdf">https://www.jse.co.za/content/JSE Pricing Items/MPL/JSE%20Price%20List%202019%20-%20Issuers,%20Services%20and%20Trading.pdf</a>

Can-Do instruments are loaded into the Nutron system as simple futures. The value displayed is the fair market value of the instrument with its correct valuation (in the case of an option, the instrument valuation is the option premium).

Should you have any queries regarding Can-Do instruments, please contact the Can-Do Team on **011 520-7981** or [EDM@jse.co.za](mailto:EDM@jse.co.za).

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