

MARKET NOTICE

Johannesburg Stock Exchange

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

Number:	218/2019
Relates to:	☐ Equity Market
	□ Equity Derivatives
	☐ Commodity Derivatives
	$\hfill \square$ Interest Rate and Currency Derivatives
Date:	29 July 2019
SUBJECT:	STRIKE RESETTING PUT SPREAD OPTION (XS55)
Name and Surname:	Valdene Reddy
Designation:	Head - Equities and Equity Derivatives

The following **Strike Resetting Put Spread 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 TERM	s
Description	Strike Resetting Put Spread Option (strike resets monitored discretely)
Option Style	European
Underlying	FTSE/JSE Shareholder Weighted Top 40 Index Bloomberg Code: JSHR40 Index
Primary	JSE Ltd.
Exchange	352 214.
Underlying	ZAR
Currency	ZAN
Contract Size	1 per Index point
(Multiplier)	1 per mack point
Expiration	02 April 2020 (Further expiration dates may be added upon request)
Date	27 April 2020 (1 di titel expilation dates may be added apon request)
Settlement	Cash Settled
Method	Cash Settled

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Minimum	
Price	ZAR 0.01
Movement	
Quotations	To the nearest point
Strike Price Reset Event	Means, in respect of the Index, if, at a Strike Price Reset Valuation Time on a Strike Price Reset Determination Day, the level of the Index (as published by the JSE) is equal to or greater than: a) Strike Price Reset Level 1, the Strike Prices of both Options are increased to Strike Price Reset Value 1 For the avoidance of doubt: a) the Strike Price can only reset upwards, never downwards; and b) A Strike Price Reset Event can only occur once in respect of any given Strike Price
	Reset Level.
Initial Index Reference	11,021.03
Level	
Strike Price Reset Levels	1. 106% (11,682.29) of the Initial Index Reference Level
Strike Price	1. Option 1 – 103.88% (11,448.65) and Option 2 – 96.46% (10,630.89) of the Initial
Reset Values	Index Reference Level respectively
Strike Price Reset Determination Days	Means each scheduled Trading Day from (and including) the Trade Date, to (and including) the Final Reset Date.
Strike Price Valuation Time	The Scheduled Closing Time on the JSE.
Final Reset Date	02 April 2020
TERMS & COND	ITIONS – OPTION 1
Туре	Put
Buyer	Is the party that is the Long Party to the Can-Do option
Seller	Is the party that is the Short Party to the Can-Do option
Strike Price	98% (10,800.61) of the Initial Index Reference Level
TERMS & COND	ITIONS – OPTION 2
Туре	Put

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Valuation Time Date Note: If the official closing time of the underlying exchange falls outside the JSE tradin	Seller Strike Price PROCEDURE FOR Expiration and Valuation Time	Is the party that is the Long Party to the Can-Do option 91% (10,029.14) of the Initial Index Reference Level EXERCISE Official closing time as published by the Underlying Listed Exchange on the Final Valuation
Strike Price 91% (10,029.14) of the Initial Index Reference Level PROCEDURE FOR EXERCISE Expiration and Valuation Time Note: If the official closing time of the underlying exchange falls outside the JSE tradin hours, the contract will close-out on the following JSE business day using the previous day official closing price.	Strike Price PROCEDURE FOR Expiration and Valuation Time	91% (10,029.14) of the Initial Index Reference Level EXERCISE Official closing time as published by the Underlying Listed Exchange on the Final Valuation
PROCEDURE FOR EXERCISE Expiration and Valuation Time Note: If the official closing time of the underlying exchange falls outside the JSE tradin hours, the contract will close-out on the following JSE business day using the previous day official closing price.	PROCEDURE FOR Expiration and Valuation Time	CEXERCISE Official closing time as published by the Underlying Listed Exchange on the Final Valuation
Expiration and 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 tradin hours, the contract will close-out on the following JSE business day using the previous day official closing price.	Expiration and (Valuation I	Official closing time as published by the Underlying Listed Exchange on the Final Valuation
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Time Note: If the official closing time of the underlying exchange falls outside the JSE tradin hours, the contract will close-out on the following JSE business day using the previous day official closing price.	Time	Date
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official closing price.		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 $$
Expiration and		official closing price.
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Date	Date	
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is greater than zero.	SETTLEMENT TER	RMS
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SETTLEMENT TERMS Cash Settlement Settlement Currency Cash Settlement Settlement South African Rand (ZAR) Cash Settlement Amount Number of Option Contracts * Multiplier * [max(0,Strike _{p1} - Spot _{final}) - max(0, Strike _{p2} - Spot _{final})] Cash Settlement Payment Date Business Days Johannesburg Business Day Following (Cash flows that fall on a non-business day are assumed to be distributed on the following business day) COST IMPLICATIONS JSE Trading See Can-Do Booking Fee Schedule – Fee Model EXO:	Settlement Settlement Currency Cash Settlement Amount Cash Settlement Payment Date Business Days Business Day Convention COST IMPLICATION JSE Trading	South African Rand (ZAR) 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 - Spot_final) - max(0, Strike_p2 - Spot_final)] Two (2) Currency Business Days following the Valuation Date Johannesburg Following (Cash flows that fall on a non-business day are assumed to be distributed on the following business day) ONS See Can-Do Booking Fee Schedule – Fee Model EXO:
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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.**

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