JSE

MARKET NOTICE

Number:	**424/2018**
Relates to:	☐ Equity Market
	☒ Equity Derivatives
	☐ Commodity Derivatives
	☐ Interest Rate and Currency Derivatives
Date:	9 November 2019

SUBJECT:	**LISTING NEW STRIKE RESETTING PUT SPREAD OPTION (XS30)**

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Designation:	Head - Equities and Equity Derivatives

The following instrument has been added to the list with immediate effect and will be available for trading as from today. 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	
Description	Resetting Put Option
Can-Do Name	Can-Do XS30
Can-Do Code	XS30
Contract Size (Multiplier)	100 (for the avoidance of doubt, this means that each option references the stock, multiplied by 100 ZAR)
Minimum Price Movement	One one-hundredth of a stock point (i.e. 0.01)
Quotations	Of the underlying stock, the value to two decimal places (i.e. 0.01)
Clearing House Fees	See Can-Do Booking Fee Schedule – Fee Model EXO: https://www.jse.co.za/content/JSEPricingItems/MPL/JSE%20Price%20List%202018%20-%20Issuers,%20Services%20and%20Trading.pdf

Initial Margin	R 8, 770.00
Class Spread Margin	R 4, 385.00
V.S.R.	4.00
Business Day	Any day on which banks are open for a normal trading day in Johannesburg and the Stock is published by the JSE.
Option Style	European
Underlying Stock	Naspers Limited (Bloomberg code: NPN SJ Equity)
Final Reset Date	19 December 2019
Initial Reference Level	2,878.46
Strike Price Reset Event	Means, in respect of the stock, if, at a Strike Price Reset Valuation Time on a Strike Price Reset Determination Day, the level of the Stock (as published by the JSE) is equal to or greater than: a) Strike Price Reset Level 1, the Strike Price of the Option is 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.
Strike Price Reset Level	1. 130% (3,742) of the Initial Reference Level
Strike Price Reset Value	1. **Option 1** - 97.5% (2,806.5) of the Initial Reference Level
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.
TERMS & CONDITIONS - OPTION 1	
Type	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	75% (2,158.85) of the Initial Reference Level

PROCEDURE FOR EXERCISE	
Expiration and Valuation Date	19 December 2019
Expiration and Valuation Time	Scheduled FCO Time on the JSE on the Expiration Date
Reference Price	The level of the Underlying (as published by the JSE) at the Valuation Time on the Expiration Date(s)
Automatic Exercise	Applicable. For the avoidance of doubt the Option will automatically be exercised where the Strike Price Differential for that Option is greater than zero.
Cash Settlement	If the Strike Price Differential for a given Option is greater than zero, the Short Party shall pay to the Long Party the Cash Settlement Amount for the number of Options held at the Expiration and Valuation Date.
Cash Settlement Amount	Means an amount equal to the number of options exercised on the Expiration and Valuation Date multiplied by the Strike Price Differential, multiplied by the Multiplier.
Strike Price Differential	For any given Option, means an amount equal to the greater of: a) the Strike Price minus the Reference Price (after adjustment due to any Strike Price Reset); and b) Zero.

FOR OFFICE USE ONLY	
Can-Do Type	EXO - Exotic Option
Can-Do Underlying Type (Index/Stock/Bask/Other)	Stock
Underlying Code	Naspers Limited (Bloomberg code: NPN SJ Equity)
Non-Linear Flag (Y/N)	Yes
Zero fee OTM Flag (Y/N)	No

*The JSE reserves the right to amend the levels of the Initial Margin, Class Spread Margin and V.S.R.

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

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