

## MARKET NOTICE

Johannesburg  
Stock Exchange

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

**Number:** 28/2019  
**Relates to:** ☐ Equity Market  
☒ Equity Derivatives  
☐ Commodity Derivatives  
☐ Interest Rate and Currency Derivatives  
**Date:** 12 April 2019

**SUBJECT:** CAN-DO XC42 - CALL OPTION - OUT OF CURRENCY

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

The following **Call 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>	Call Option
<b>Option Style</b>	European
<b>Underlying</b>	MSCI World Net TR Index (Bloomberg Code: NDDUWI Index)
<b>Underlying Currency</b>	USD
<b>Underlying Listed at</b>	NYSE
<b>Contract Size (Multiplier)</b>	1
<b>Minimum Price Movement</b>	USD 0.01 (0.01 in the Index price)
<b>Quotations</b>	Price quoted to two decimal places (i.e. 0.01)

<b>Spot Price Reference</b>	Underlying Index
<b>Initial Index Reference Level</b>	5701.39
<b>Business Day</b>	Any day on which banks are open for a normal trading day in Johannesburg and the Index is published by the JSE.
<b>RISK PARAMETERS</b>	
<b>Initial Margin*</b>	ZAR 6,260.00
<b>Class Spread Margin*</b>	ZAR 3,130.00
<b>V.S.R.*</b>	4.5
<i>*The JSE reserves the right to amend the levels of the Initial Margin, Class Spread Margin and V.S.R.</i>	
<b>TERMS &amp; CONDITIONS – OPTION 1</b>	
<b>Type</b>	Call
<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>	111.4% (6351.34) of the Initial Index Reference Level

<b>PROCEDURE FOR EXERCISE</b>	
<b>Valuation Date</b>	23 January 2020
<b>Expiration Date</b>	24 January 2020
<b>Expiration and 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>Reference Price</b>	The same method as the one utilised for the expiry of Standard index options on standard quarterly SAFEX expiry dates.
<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>Cash Settlement</b>	Applicable.
<b>Cash Settlement Amount</b>	<i>The amount determined on the Valuation Date at the Valuation Time, in accordance with the following formula: [Number of Option Contracts x Multiplier x <math>\max(0, Index_{final} - Strike_C)</math>] x FX</i>

<b>COST IMPLICATIONS</b>	
<b>JSE Trading Fees</b>	See Equity Derivative Can-Do Booking Fee Schedule: <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).

For Office Use Only	
Can-Do Type	Call Option - Exotic Option (EXO)
Can-Do Underlying Type	Index
Can-Do Underlying Code	MSCI World Net TR Index
Non-Linear Flag (Y/N)	No
Zero Fee OTM Flag (Y/N)	No

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-notice-and-circulars>