

MARKET NOTICE

Johannesburg
Stock Exchange

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Number: 68/2019
Relates to: ☐ Equity Market
☒ Equity Derivatives
☐ Commodity Derivatives
☐ Interest Rate and Currency Derivatives
Listing Date: 4 March 2019

SUBJECT: CAN-DO FENCE OPTION (XC47)- 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	
Description	Fence Option - Out of Currency
Option Style	European
Underlying	SPDR S&P 500 ETF Trust Bloomberg Code: SPY U.S Equity
Underlying ISIN	US78462F1030
Primary Exchange	NYSE
Underlying Currency	USD
Contract Size (Multiplier)	10
Expiration Date	24 March 2020 (Further expiration dates may be added upon request)
Settlement Method	Cash Settled
Minimum Price Movement	ZAR 0.01

Quotations	2 decimal places
TERMS & CONDITIONS – OPTION 1	
Type	Put
Buyer	The Long Party to the Can-Do Option
Seller	The Short Party to the Can-Do Option
Strike Price	USD 250.812
TERMS & CONDITIONS – OPTION 2	
Type	Put
Buyer	The Short Party to the Can-Do Option
Seller	The Long Party to the Can-Do Option
Strike Price	USD 209.010
TERMS & CONDITIONS – OPTION 3	
Type	Call
Buyer	The Short Party to the Can-Do Option
Seller	The Long Party to the Can-Do Option
Strike Price	USD 306.548
VALUATIONS	
Valuation Time	<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>
Final Valuation Date	20 March 2020
Reference Price	Official closing price as published by the Underlying Exchange (NYSE) on the Final Valuation Date
PROCEDURE FOR EXERCISE	
Expiration Time	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.
Expiration Date	24 March 2020
Expiration Currency Reference (FX)	Arithmetic average of 10 iterations of the Underlying Currency spot price taken every 30 seconds for a period of 5 minutes on the Expiration Date , commencing 09:55am ending at 10:00am New York time.
Automatic Exercise	Applicable
SETTLEMENT TERMS	
Cash Settlement	Applicable.
Settlement Currency	South African Rand (ZAR)
Cash Settlement Amount	The amount determined on the Valuation Date at the Valuation Time, in accordance with the following formula: $[Number\ of\ Option\ Contracts * Multiplier * \max(0, Strike_{P1} - Index_{Final}) - \max(0, Strike_{P2} - Index_{Final}) - \max(0, Index_{Final} - Strike_{C1})] * FX$
Cash Settlement Payment Date	Two (2) Currency Business Days following the Valuation Date
Business Days	Johannesburg and New York
Business Day Convention	Following (Cash flows that fall on a non-business day are assumed to be distributed on the following business day)
COST IMPLICATIONS	
JSE Trading Fees	See Can-Do Booking Fee Schedule – Fee Model EXO: https://www.jse.co.za/content/JSE Pricing Items/MPL/JSE%20Price%20List%202019%20-%20Issuers,%20Services%20and%20Trading.pdf

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>