CURRENCY OPTIONS CONTRACT SPECIFICATION

Name	**Currency Derivatives Options**
Contract	**Currency Options Contract**
Underlying Instrument	Relevant Currency Futures contract
Codes	ddmmmyy <InstrumentName> <strike> <Call/Put> (i.e.14Dec20 USDZAR 20.44C)
Contract Months	Mar, Jun , Sep & Dec
Listing Programme	Near, middle and far contracts Specials on demand
Expiry Dates & Times	At 10H00 New York time (i.e. 16H00 in SA winter and 17H00 in SA summer) two business days prior to the 3rd Wednesday of the expiry month (or the previous business day if that day is a public holiday)
Expiration Valuation Method	10 Iterations, arithmetic average of the underlying traded spot price taken every 30 seconds for a period of 5 minutes, commencing at 09H55 ending at 10H00 **New York time.**
Types	Calls and Puts, Naked and Delta Options and Exotic Structures
Contract Size	As per the underlying Currency Futures contract
Quotations	Naked Options (premium): ZAR per Currency Futures contract Delta trades: Volatility to 2 decimal places
Strike Prices	Expressed in ZAR per one unit of foreign currency
Strike Price Intervals	Minimum of R0.01
Option Premiums	As determined from the Modified Black Scholes Option Formula
Premium Quotation	ZAR per Currency Futures contract
Minimum Price Movement	As per the underlying Currency Futures contract Delta trades: R0.0001
Exercise Style	European style
Exercise Settlement	Cash Settled in ZAR
Initial Margin Requirements	As determined by the JSE Portfolio Scanning Methodology
Mark-to-market	Determined using the Modified Black Scholes Option Formula Using Super Derivatives volatility skew
Automatic exercise	All options which are R0.0001 or more in the money at expiry are automatically exercised into their underlying futures contracts
Exchange Fees	Sliding Scale – please use the link below: JSE Price List
Market times	As determined by the JSE (08h00 - 18h30)

The above instrument has been designated as "Foreign" by the South African Reserve Bank

If you have any questions, please also feel free to contact the Currency Derivatives team on irc@jse.co.za.