

Johannesburg Stock Exchange

JSE Release 7.3 Document

Contact Details

<p>JSE Limited Trading and Market Services Division One Exchange Square Gwen Lane, Sandown South Africa Tel: +27 11 520 7000</p> <p>www.jse.co.za</p>	<p>JSE Client Service Centre Email: customersupport@jse.co.za</p>
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Overview

This document serves to provide a summary overview of the enhancements and changes that will be included in Release 7.3 of the Trading and Information System for the Equity, Equity Derivatives and Currency Derivatives Markets.

The enhancements/changes are applicable to the Equity Market (EQM), Equity Derivative Market (EDM) and the Currency Market (FXM).

All changes marked with an asterisk (*) have a conformance impact. Volumes 201 and 202 will be updated in due course.

Changes or Enhancements:

1. The Introduction of a Delayed Market Data Publication Model for Off Book Block Trades (*) (EQM)

- The JSE will be providing functionality to allow clients the option to delay Equity Market data publication for Off Book Block Trades (BT)
- The Trade Capture Report will contain a new optional field TradePublishIndicator (1390) where the client can select the option to delay the market data publication of the Block Trade. Should the client not specify the publish indicator, the Block Trade will be published immediately.

New field values:

- Do Not Publish (0)
 - Publish Immediately (1)
 - Delayed Publication (2)
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- For Single-Sided Off book trades, Clients will be able to specify a Trade Publish Indicator value of 'Delayed Publication'.
 - For Dual-Sided Off Book trades, only the Trade Publish Indicator value specified by the initiator (if specified) will be considered. If the counter party submits a value of 'Delayed Publication' in the 'TradePublishIndicator' field (1390) in their response, the value will be ignored.

- Once a client submits a value in the Publish Indicator field (1390) that is not configured for the trade sub type, the value will be ignored. The publish indicator applicable to the trade sub type table will then be considered.
- The client will not be able to specify the delay duration with which the trade should be published.
- Optional conformance tests will be written for members who wish to participate in conformance testing.
- The JSE will be providing functionality to allow clients the option to delay Equity Market data publication for Off Book Block Trades (BT)
- There will be a 2 hour delay centrally defined for all Off Book Block Trades where the market data publication has been instructed to be delayed
- The functionality will be available to the following markets:
 - ZA01
 - ZA02
 - ZA03
 - ZA04
 - ZA06
- There will be a new 'Post Close' session introduced to the above markets, that will start immediately after the 'Trade Reporting' session. Please refer to Volume 00E for further details regarding the session times.

API document changes:

- Volume 03 - Post Trade Gateway (FIX 5.0 SP2)

2. The Introduction of an Indicative Commission Fee Field

- Currently members have no visibility of the commission amount that gets charged against a specific trade for the counterparty to see before accepting a trade.
- Members have therefore requested the addition of a new indicative commission field to allow traders to capture the indicative commission fee that is negotiated between traders.
- The requirement was initially designed for the Derivatives market, but will be available for the Equity market and Currency Derivatives markets.

- Two new optional fields are introduced to the Post Trade gateway to allow the capturing of the commission fee when booking dual-sided Off book trades. These are the Commission (12) and CommissionType (13) fields.
- The two fields will be made available to the counterparty when receiving trade details.
- The commission amount field is applicable to reported (Off book) trades.
- The amount cannot be modified by the counterparty, they can either accept or reject the trade.
- Member/s will still continue to capture the actual commission charged using the JSE Post Trade system commission function 'AddCommissionReq' in order for the commission to be processed.
- All other indicative commission charges related to tripartite allocations, assigned trades, etc. will be handled by the JSE Post Trade system.
- Commission amounts are to be provided to members in ZAR amounts. (Software Providers and developers to ensure that the user interface allows this functionality).

API document changes:

- Volume 03 - Post Trade Gateway (FIX 5.0 SP2)
- Volume 10 – Reject Codes and Reasons

3. Moving Monthly FCO from midday to End of Day

- JSE Monthly Futures Close Out (FCO) is an event that occurs every third Thursday of each month at 12h00.
- Due to the low liquidity during the 12h00 auction, the JSE will move the monthly auction from mid-day to End of Day (EOD) Closing Auction and this will be used to determine close out values for the instruments expiring on that day.
- The Calendar will contain a new mandatory field 'Is Monthly Expiry' which specifies whether the date is a monthly FCO or not. All clients who receive Client Files via IDP will need to cater for the additional field.

API document changes:

- Volume 00D – Trading and Information Overview for Derivative Markets v203
- Volume 00E - Trading and Information Overview for Equity Markets v403
- Volume 09 – JSE Reference Data Management