



SERVICE HOTLINE

REFERENCE NUMBER: 132/2016

22 June 2016

Johannesburg
Stock Exchange

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BREXIT IMPACT MITIGATION

Dear JSE Stakeholder

In light of the uncertainty surrounding the pending Brexit vote, the JSE would like to assure members of the impact contingencies we have discussed internally, and measures we will be implementing to mitigate potential anomalies.

The JSE has strong contingency of business measures in place, all of which have been recently tested. We are committed to market continuity and efficiency and as such, have prepared to have increased resource and infrastructure support available during this period.

Due to the possibility of increased volatility and as precautionary measure, we have decided to adjust price bands across markets. These adjustments were made based on historical event-driven volatility experienced.

Changes will be applied to markets for both Thursday 23 June and Friday 24 June 2016, and will be reviewed subject to market conditions. Price band changes will be applied across all derivative expiries.

- In the Cash Equities Market, circuit breaker resets are dynamic and no changes will be made. A reminder of the current circuit breaker values is detailed below.
- In the Equity Derivatives Market, we will be adjusting the ALSI, ALMI & DTOP price bands from 4% to 10%
- In the Currency Derivatives Market, we will be adjusting all price bands from 8% to 20%
- In the Bond Derivatives Market, we will be adjusting all price bands from 0.75 to 1.5 for all yield traded instruments and all price traded instruments' limits will be doubled.
- In the Bond Market, no changes will be made
- In the Commodity Derivatives Market, no changes will be made.

Market / Service:

JSE Equity Market
JSE Derivative Market

- Bond Derivatives
- Equity Derivatives
- Interest Rate Derivatives
- Currency Derivatives
- Commodity Derivatives

Information Subscribers
Software Providers
JSE Broker Deal Accounting (BDA)

Environment(s):

Production

Additional Information:

If you have any queries about this announcement, please contact Client Services Centre on +27 11 520 7777 or customersupport@jse.co.za

Issued By:

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Capital Markets & Group Strategy

Current Equity Market Circuit Breakers:

	ZA01		ZA02	
Trading Session	Static Circuit Breaker %	Dynamic Circuit Breaker %	Static Circuit Breaker %	Dynamic Circuit Breaker %
Continuous Trading	10%	3%	15%	5%
Closing Auction Call	8%	6%	20%	10%
Opening Auction Call	8%	6%	20%	10%
Reopening Auction Call	8%	6%	20%	10%
FCO Auction Call	15%	2%	30%	4%
Volatility Auction Call	10%	3%	15%	5%