

## SERVICE HOTLINE

**REFERENCE NUMBER:** 18/2015

10 February 2015

## COMMODITY DERIVATIVES ZERO FEES GUIDELINES - UPDATED

### Introduction

Further to Notice 45/2015, Guidelines to the Commodity Derivatives Zero Fee Requests, members are advised all zero request are to be submitted to the JSE ([zerofee@jse.co.za](mailto:zerofee@jse.co.za)) within one hour of the trade being captured. Where trades are captured within the last hour of the trading day then all zero fee requests are to be submitted by 17:10 at the latest. Unless zero fees are requested on the day of the transaction, no zero fees will be applied retrospectively.

To recap, the following scenarios or circumstances will be eligible for a zero fee request;

#### 1. Error Trades

Trade booked in error and reversed

What to zero	Exclude from stats
Incorrect leg and reversal leg	Yes

#### 2. Allocations and Assigns

Trades allocated to the incorrect client or assigned to the incorrect Member

What to zero	Exclude from stats
The reversal leg of the initial client or member to which the trade was allocated or assigned	Yes

#### 3. Roll Trades

Rolling from one Expiry to a further dated Expiry (**Only applicable to products listed in the global market (gold, platinum, crude oil, copper, silver etc.) and one week before expiration**)

What to zero	Exclude from stats
Near leg is zero rated	No

### Market / Service:

JSE Derivative Market

- Commodity Derivatives

### Environment(s):

Production

### Additional Information:

If you have any queries about this announcement, please contact the Client Services Centre  
+27 11 520 7777 or  
[customersupport@jse.co.za](mailto:customersupport@jse.co.za)

### Issued By:

Commodity, Capital Markets

#### 4. Position Transfers

Transfer of client positions for the same legal entity from one member to another or from a registered account to another within the same member firm

What to zero	Exclude from stats
All trades are zero rated	Yes

#### 5. Position Transfer through a Calendar Spread trade

Transfer of client positions between the local entity and the international entity belonging to the same corporate group by trading a spread which transfers near month positions and creates positions on the further dated expiry

What to zero	Exclude from stats
Near leg position transfer is zero rated (both buy and sell legs)	No

#### 6. Cross Market Trades

Trades in Global Market and hedge in the Currency Derivatives market

What to zero	Exclude from stats
When exiting the strategy, the trade leg will be zero rated	No

#### 7. Clearing Member Deal Management

Clearing member accepts, assigns and allocates trades on behalf of member clients

What to zero	Exclude from stats
Deal managed leg on principle account will be zero rated	No

**Members are requested to adhere to the following conditions for zero fee requests:**

- The Zero Fee Request Form must be completed and attached to an e-mail sent to Client Services Centre;
- Save the template prior to selecting the send option to ensure the request is sent correctly;
- The request must include an exchange reference number;
- All requests must include a detailed reason or explanation for the request;
- Zero fees need to be requested on the same day that the trades were booked;
- Exception will only be accepted if a reasonable explanation as to why the request could not be done or sent on the day of the trade is provided – approval of exception is at JSE discretion;

- Zero fee requests cannot be requested on behalf of third parties;
- Zero fees requests must be sent to the exchange within one hour of the trade booking time;
- Zero fee requests for trades booked between 16:30 and 17:00 should be sent to the exchange immediately;
- The cut off time for zero fee request is 17:10 with admin period closing at 17:15
- All zero fee requests should be sent to Client Services Centre: [zerofee@jse.co.za](mailto:zerofee@jse.co.za) ; +2711 520 7777