Johannesburg Stock Exchange
One Exchange Square Gwen Lane Sandown South Africa
Private Bag X991174 Sandton 2146
T +27 11 520 7000 | F +27 11 520 8583
jseclear.jse.co.za

MARKET NOTICE

Number:	**285/2026**
Relates to:	☐ Equity Market ☒ Equity Derivatives Market ☐ Commodity Derivatives Market ☐ Currency Derivatives Market ☐ Interest Rate Derivatives Market ☐ Bond Market ☐ Bond ETP Market
Date:	**20 JULY 2026**
Subject:	**TREATMENT OF BRAIT PLC (BAT) - CORPORATE ACTION – RIGHTS OFFER 22 JULY 2026 (EX-DATE)**
Name and Surname:	Matthias Kempgen
Designation:	Chief Information & Operating Officer – JSE Clear

Members notice is drawn to section 13 of the contract specifications of Individual Equity Futures and options, which states:

"13. Corporate Events

The JSE reserves the right to adopt any procedure or to adjust any single stock future or option on a single stock future, in a manner it deems fit, to deal with any extraordinary corporate events that may occur from time to time in relation to a share that is the underlying instrument of the equity option and to notify position holders, derivatives members and any other interested parties, of such event and the procedure or adjustment adopted. Such events include, for example, mergers, take-overs, unbundlings, capitalisation issues and rights issues.

The implication of this is that anybody trading in Single Stock futures or options on Single Stock futures in which the underlying stock is the subject of an extraordinary corporate event should be aware that the JSE may make adjustments to the Single Stock futures and options.

Non-Executive Directors: Dr HA Nelson† (Chairman), M Chetty†, TW Spanner†, K van Rensburg, M Randall
Executive Directors: A. Comninos (CEO)
Company Secretary: GA Brookes
† *Independent*

JSE Clear Proprietary Limited Reg No: 1987/002294/07 Member of CCP Global – The Global Association of Central Counterparties 02/2025

Rights Offer

With regards to the Rights Offer on Brait PLC (BAT), the following adjustments will be made to BAT contracts on 22 July 2026 **(Ex-date)**. The adjustments will be made to positions held in BAT, as at close of business on 21 July 2026 **(LDT)**.

- The futures contract size will be adjusted using the “Contract Size Multiplier” (CSM)
- Options on Single Stock Futures will have adjustments made to strike prices

IMPORTANT NOTE for position holders:

Certain types of corporate actions require futures and options positions to be adjusted. This is done by applying the relevant position factor (determined as per published methodologies). The application of the position factor often results in decimal values, as a result rounding is a key part of the corporate action processing.

Therefore, current positions multiplied with the factor are rounded up or down to the nearest whole contract which determines the adjusted position. Smaller positions (depending on the factor) may as a result not receive additional contracts.

Please refer to the published guidance note for details:
https://www.jse.co.za/content/Guidance%20Notes/ITaC%20Guidance%20Note%20on%20Corporate%20Actions.pdf

Adjusted positions will be created at an initial value of zero.

1. FUTURES CONTRACTS

Adjustment to contract size

The futures contract size will be adjusted using the “Contract Size Multiplier” (CSM), calculated as follows:

$$CSM = \frac{(m * TOP) + (n * IRV)}{(m * TOP)}$$

Where :
m = number of shares held LDT. **(1)**
n = number of additional shares to be received Ex-date. **(0.42862)**
IRV = Implied value of rights.
TOP = theoretical opening price.

Implied Rights Value

IRV = TOP – X

Where:
C = Value of any entitlements not included. **(In this case the value is zero)**
X = Entitlement price of new shares under rights issue. **(151 cents)**

Theoretical Opening Price

TOP = ((Spot-C) * m) + (n * X)) / (n + m)

Where: Spot = The official closing price of the underlying share on 21 July 2026 **(LDT).**

A contract on the identical share will be listed on the exchange, with a standard contract size as calculated using the "Contract Size Multiplier" (CSM). This contract will be assigned a separate identifying code and will not be fungible with the existing contract that has a contract size of 100 shares per contract.

Positions in the existing contract will be closed out at a value of zero and new positions will be created in the new contract at a value of zero.

E.g. If you had 10 futures contracts in the existing contracts which has a contract size of 100, the JSE will close out this position at a value of zero and open a new position of 10 futures contracts in the new contract which has a contract size as determined using the "Contract Size Multiplier" (CSM) at a value of zero.

*** Adjustments may not be made if the JSE has determined that there is a negative or zero value in the take up of the rights issue.**

2. OPTION CONTRACTS

Adjustment to strike prices

a. Adjusted strike price = Existing strike price * (1 / CSM)

Where: CSM = Contract Size Multiplier

Positions in the existing contract will be closed out at a value of zero and new positions will be created in the new contract at a value of zero. (See "Adjustment to contract size" above).

3. CFD contracts.

Current positions*****Factor ("Contract Size Multiplier (CSM)) = the number of total contracts. Additional contracts will be created at an initial value of zero.

Existing positions will be closed out at a 0 value and new positions opened at the new strike with a 0 value.

TREATMENT FOR ALLOCATION ON ADDITIONAL CONTRACTS

With the implementation of ITaC, the JSE has enhanced the position adjustment process.

Please see link below to the Guidance Note issued on treatment of corporate actions as distributed in October 2018 and specifically refer to Section 8 for details of the position adjustment process:

https://www.jse.co.za/content/Guidance%20Notes/ITaC%20Guidance%20Note%20on%20Corporate%20Actions.pdf

Should you have any queries regarding this Market Notice, please e-mail: clearops@jse.co.za

This Market Notice is available on the JSE website at: JSE Market Notices