

MARKET NOTICE

Number: 135/2024

Relates to:

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

Date: 10 May 2024

SUBJECT: OPTIONS EXERCISE LIMITATION - CURRENCY DERIVATIVES MARKET

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Designation: Head: Interest Rates and Currency Derivatives

Dear Client

We would like to highlight a limitation on the system-initiated option exercise method on expiry to market participants.

As per contract specifications options on currency futures are exercised when in the money by 0.0001 or more. However, due to a known system limitation currently only options of 0.01 or more are automatically exercised resulting in some option positions being abandoned on expiry. We have implemented a process whereby the JSE will communicate with the clearing members of affected clients on expiry to process correcting cash flows accordingly should the issue occur.

We are engaging with the software provider concerned to address the problem identified.

For any queries regarding the location of the files containing these parameters, please contact the Client Service Centre (CSC) on +27 11 520 7777 or CustomerSupport@jse.co.za

Should you have any queries regarding this notice, please contact irc@jse.co.za or clearops@jse.co.za

This Market Notice is available on the JSE website at: [JSE Market Notices](#)