MARKET NOTICE

Johannesburg
Stock Exchange

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Number: **216/2019**

Relates to:
☐ Equity Market
☒ Equity Derivatives
☐ Commodity Derivatives
☐ Interest Rate and Currency Derivatives

Listing Date: 19 July 2019

SUBJECT: **PUT SPREAD CAN DO OPTION (XC73) – OUT OF CURRENCY**

Name and Surname: Valdene Reddy

Designation: Head – Equity and Equity Derivatives

The following **Put Spread Can Do Option – Out of Currency** has been listed with immediate effect and is available for trading. Insofar as any contractual provision set out below is inconsistent with the rules and regulations ("Rules") of the JSE Limited ("JSE"), the Rules will prevail unless the JSE expressly permits the Parties to give effect to their contractual provisions.

Summary Contract Specifications:

GENERAL TERMS	
Description	Out of currency settlement option
Option Style	European
Underlying	SPDR S&P 500 ETF: SPY US Equity
Underlying ISIN	US78462F1030
Underlying DIN	SPYI Exotic Option Cash Base 1 XC73
Primary Exchange	NYSE
Underlying Currency	USD

Contract Size (Multiplier)	1
Expiration Date	1 November 2019 (Further expiration dates may be added upon request)
Settlement Method	Cash Settled
Minimum Price Movement	ZAR 0.01
Quotations	Two decimal places
TERMS & CONDITIONS – OPTION 1	
Type	Put
Buyer	The Long Party to the Can-Do Option
Seller	The Short Party to the Can-Do Option
Strike Price	USD 297.47
TERMS & CONDITIONS – OPTION 2	
Type	Put
Buyer	The Short Party to the Can-Do Option
Seller	The Long Party to the Can-Do Option
Strike Price	USD 267.72
PROCEDURE FOR EXERCISE	
Automatic Exercise	Applicable
Expiration and Valuation Time	Official closing time as published by the Underlying Listed Exchange on the Final Valuation Date Note: If the official closing time of the underlying exchange falls outside the JSE trading hours, the contract will close-out on the following JSE business day using the previous day's official closing price.
Valuation Date	31 October 2019
Expiration Date	1 November 2019 (Further expiration dates may be added upon request)
Reference Price	Official closing price as published by the Underlying Exchange (NYSE) on the Final Valuation Date

Expiration Currency Reference (FX)	Arithmetic average of 10 iterations of the Underlying Currency spot price taken every 30 seconds for a period of 5 minutes on the **Expiration Date**, commencing 09:55am ending at 10:00am New York time.
SETTLEMENT TERMS	
Cash Settlement	Applicable
Settlement Currency	South African Rand (ZAR)
Cash Settlement Amount	The amount determined on the Valuation Date at the Valuation Time, in accordance with the following formula: ***[Number of Option Contracts * Multiplier *max(0,Strike$_{P1}$-Index$_{Final}$)-max(0,Strike$_{P2}$-Index$_{Final}$)]*FX***
Cash Settlement Payment Date	Two (2) Currency Business Days following the Valuation Date
COST IMPLICATIONS	
JSE Trading Fees	*See Can-Do Booking Fee Schedule – Fee Model EXO:* https://www.jse.co.za/content/JSEPricingItems/MPL/JSE%20Price%20List%202019%20-%20Issuers,%20Services%20and%20Trading.pdf

Can-Do instruments are loaded into the Nutron system as simple futures. The value displayed is the fair market value of the instrument with its correct valuation (in the case of an option, the instrument valuation is the option premium).

Should you have any queries regarding Can-Do instruments, please contact the Can-Do Team on **011 520-7981** or EDM@jse.co.za.

This Market Notice will be available on the website at https://www.jse.co.za/redirects/market-notices-and-circulars