

MARKET NOTICE

Number: 289/2023

Relates to:

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

Date: 04 August 2023

SUBJECT: **CHANGES TO VOLATILITY SCANNING RANGE MARGIN PARAMETERS FOR DERIVATIVE MARKETS**

Name and Surname: Alex Comninos

Designation: Chief Risk Officer (JSE Clear)

Dear JSE Stakeholder,

The Volatility Scanning Range (VSR) parameter assigned to a future is used in the construction of the risk arrays of the options that are listed on the future. The risk array of an instrument forms the basis for its initial margin.

Please be informed that the VSRs for local index and currency derivative contracts will be updated on **Monday, 7 August 2023**.

The calibrated VSRs can be found at this directory:

- EDM – [https://www.jse.co.za/downloadable-files?RequestNode=/Initial Margin Parameter Data/Official Initial Margin Parameters/EDM](https://www.jse.co.za/downloadable-files?RequestNode=/Initial%20Margin%20Parameter%20Data/Official%20Initial%20Margin%20Parameters/EDM)
Only local index VSRs
- FXD – [https://www.jse.co.za/downloadable-files?RequestNode=/Initial Margin Parameter Data/Official Initial Margin Parameters/IRC/FX](https://www.jse.co.za/downloadable-files?RequestNode=/Initial%20Margin%20Parameter%20Data/Official%20Initial%20Margin%20Parameters/IRC/FX)

This update will result in an overall increase in margin of 0.7%. Clients whose margins are anticipated to increase slightly have been notified in advance.

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 Market Notice, please e-mail risk@jse.co.za

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