

## MARKET NOTICE

**Number:** 334/2023

**Relates to:**

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

**Date:** 14 September 2023

**SUBJECT:** TREATMENT OF NOVO NORDISK A/S (NVOI) CORPORATE ACTION - SUB DIVISION - 20 SEPTEMBER 2023 (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.

### Sub-division

**Novo Nordisk A/S (NVOI)** shareholders will receive 2 NVOI shares for every 1 NVOI share held. With regards to this corporate action, the following adjustments will be made to NVOI positions on 20 September 2023 (**Ex-date**). The adjustments will be made to positions held as at close of business on 19 September 2023 (**LDT**).

**Please note:**

Adjustments will be made to all contracts where NVOI is the underlying share. These contracts include:

<b>Contract Code</b>	<b>JSE Instrument Type</b>
18SEP23 NVOI CSH	INTERNATIONAL EQUITY
18DEC23 NVOI CSH	INTERNATIONAL EQUITY
18SEP23 NVOI CSH DN	International Dividend Neutral
18DEC23 NVOI CSH DN	International Dividend Neutral
18MAR24 NVOI CSH	INTERNATIONAL EQUITY
18MAR24 NVOI CSH DN	International Dividend Neutral
14JUN24 NVOI CSH	INTERNATIONAL EQUITY
14JUN24 NVOI CSH DN	International Dividend Neutral
16SEP24 NVOI CSH	INTERNATIONAL EQUITY
16SEP24 NVOI CSH DN	International Dividend Neutral

**Position adjustments on Futures**

- The positions on futures will be closed and new adjusted positions will be opened by applying the position factor formula
- Existing positions will be closed out at a 0 value and new positions opened at a 0 value
- Position factor formula = Resultant (2)/Source (1)

Example:

Position on LDT: +100 14JUN24 NVOI CSH DN

Position on Ex Date: +200 14JUN24 NVOI CSH DN

**I.e.** Current positions\*position factor (rounded to nearest whole contract) = the number of total contracts.

**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](mailto:clearops@jse.co.za)

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