

## MARKET NOTICE

**Number:** 376/2023

**Relates to:**

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

**Date:** 26 October 2023

**SUBJECT:** TREATMENT OF PROSUS N.V (PRX) CORPORATE ACTION – CAPITAL PAYMENT - 1 NOVEMBER 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.

### Capital Payment

**Prosus N.V (PRX)** has declared a capital payment of 141.428 cents per share with an election to receive a cash dividend. With regards to this elective corporate action, the JSE will process this event as a capital payment and the following adjustments will be made to PRX positions on 01 November 2023 (**Ex-date**). The adjustments will be made to the positions held as at close of business on 31 October 2023 (**LDT**).

**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.

**Please note:**

Position adjustments will be made to all contracts where PRX is the underlying share. These contracts include:

<b>Contract Code</b>	<b>JSE Instrument Type</b>
21DEC23 PRX CSH DN	Dividend Neutral
16NOV23 PRX CSH	Single Stock
16NOV23 PRX PHY	Single Stock
16NOV23 PRX PHY DN	Dividend Neutral
21DEC23 PRX CSH	Single Stock
21DEC23 PRX PHY	Single Stock
21DEC23 PRX PHY DN	Dividend Neutral
21DEC23 PRX CSH 570.9P	Single Stock
21DEC23 PRX CSH 784.61C	Single Stock
21DEC23 PRX CSH 934.06C	Single Stock
21DEC23 PRX CSH 538.79P	Single Stock
21DEC23 PRX CSH 731.22P	Single Stock
21DEC23 PRX CSH 1171.79C	Single Stock
21DEC23 PRX CSH 943.06C	Single Stock
18JAN24 PRX CSH	Single Stock
18JAN24 PRX PHY	Single Stock
18JAN24 PRX PHY DN	Dividend Neutral
20MAR24 PRX CSH DN	Dividend Neutral
15FEB24 PRX CSH	Single Stock
15FEB24 PRX PHY	Single Stock
15FEB24 PRX PHY DN	Dividend Neutral
20MAR24 PRX CSH	Single Stock
20MAR24 PRX PHY	Single Stock

20MAR24 PRX PHY DN	Dividend Neutral
18APR24 PRX CSH	Single Stock
18APR24 PRX PHY	Single Stock
18APR24 PRX PHY DN	Dividend Neutral
20MAR24 PRX CSH CFD RODI	CFD
20MAR24 PRX CSH CFD SABOR	CFD
20JUN24 PRX CSH DN	Dividend Neutral
16MAY24 PRX CSH	Single Stock
16MAY24 PRX PHY	Single Stock
16MAY24 PRX PHY DN	Dividend Neutral
20JUN24 PRX CSH	Single Stock
20JUN24 PRX PHY	Single Stock
20JUN24 PRX PHY DN	Dividend Neutral
21DEC23 PRX PHY 1350P	Single Stock
18JUL24 PRX CSH	Single Stock
18JUL24 PRX PHY	Single Stock
18JUL24 PRX PHY DN	Dividend Neutral
19SEP24 PRX CSH DN	Dividend Neutral
15AUG24 PRX CSH	Single Stock
15AUG24 PRX PHY	Single Stock
15AUG24 PRX PHY DN	Dividend Neutral
21DEC23 PRX CSH 1098.98P	Single Stock
21DEC23 PRX CSH 1305.04P	Single Stock
21DEC23 PRX CSH 1684.19C	Single Stock
21DEC23 PRX CSH 1075.22P	Single Stock
21DEC23 PRX CSH 1317.15P	Single Stock
21DEC23 PRX CSH 1579.23C	Single Stock
21DEC23 PRX CSH 1087.48P	Single Stock
21DEC23 PRX CSH 1332.17P	Single Stock
21DEC23 PRX CSH 1602.68C	Single Stock
21DEC23 PRX CSH 1208.26P	Single Stock
21DEC23 PRX CSH 1342.51P	Single Stock
21DEC23 PRX CSH 1662.7C	Single Stock
19SEP24 PRX CSH	Single Stock
19SEP24 PRX PHY	Single Stock
19SEP24 PRX PHY DN	Dividend Neutral
17OCT24 PRX CSH	Single Stock
17OCT24 PRX PHY	Single Stock
17OCT24 PRX PHY DN	Dividend Neutral
20MAR24 PRX CSH 1184.52P	Single Stock
20MAR24 PRX CSH 1490.2C	Single Stock
19DEC24 PRX CSH DN	Dividend Neutral
21DEC23 PRX CSH 247.2P	Single Stock
21DEC23 PRX CSH 261.93P	Single Stock
21DEC23 PRX CSH 335.48P	Single Stock
21DEC23 PRX CSH 359.98C	Single Stock
21DEC23 PRX CSH 428.55C	Single Stock

21DEC23 PRX CSH 432.68C	Single Stock
21DEC23 PRX CSH 493.31P	Single Stock
21DEC23 PRX CSH 498.94P	Single Stock
21DEC23 PRX CSH 504.21P	Single Stock
21DEC23 PRX CSH 537.62C	Single Stock
20MAR24 PRX CSH 543.46P	Single Stock
21DEC23 PRX CSH 554.35P	Single Stock
21DEC23 PRX CSH 598.75P	Single Stock
21DEC23 PRX CSH 604.31P	Single Stock
21DEC23 PRX CSH 611.2P	Single Stock
21DEC23 PRX CSH 615.94P	Single Stock
21DEC23 PRX PHY 619.38P	Single Stock
20MAR24 PRX CSH 683.7C	Single Stock
21DEC23 PRX CSH 724.55C	Single Stock
21DEC23 PRX CSH 735.31C	Single Stock
21DEC23 PRX CSH 762.85C	Single Stock
21DEC23 PRX CSH 772.71C	Single Stock
21NOV24 PRX CSH	Single Stock
21NOV24 PRX PHY	Single Stock
21NOV24 PRX PHY DN	Dividend Neutral
20MAR24 PRX PHY 580C	Single Stock
21DEC23 PRX CSH 628.03C	Single Stock
19DEC24 PRX CSH	Single Stock
19DEC24 PRX PHY	Single Stock
19DEC24 PRX PHY DN	Dividend Neutral
20MAR24 PRX PHY 450P	Single Stock

## 1. POSITION FACTOR

The positions will be adjusted by the following factor:

Calculation of position factor:

**Spot price / adjusted price**

Where:

**Spot price** = the official closing price of the underlying share on 31 October 2023 (**LDT**)

**Adjusted price** = Spot price – **1.41428 (Capital Payment)**

Example: If the official closing price of the underlying shares on 31 October 2023 (**LDT**) is 537.31, the following would apply:

Spot price = 537.31

Adjusted price = 537.31 – **1.41428**

= **535.90**

Position factor = 537.31 / 535.90  
 = **1.002631**

## 2. OPTION FACTOR

- a. The positions on options will be adjusted by the Position factor.
- b. The option strikes will be adjusted by the options factor:

Calculation of options factor (based on the example above):

### Adjusted price / spot price.

Options factor = 535.90 / 537.31  
 = **0.997376**

Example: if the old strike is 536.31 the following would apply: -

**New strike** = Old strike \* options factor  
 = 536.31 \* 0.997376  
 = **534.90**

### 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](#)