Johannesburg
Stock Exchange

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Number:	**416/2020**
Relates to:	☐ Equity Market
	☒ Equity Derivatives
	☐ Commodity Derivatives
	☐ Interest Rate and Currency Derivatives
Date:	27 August 2020

SUBJECT:	**TOTAL RETURN BASKET FUTURE YSR8**

Name and Surname:	Langa Manqele
Designation:	Head - Equity and Equity Derivatives

The following **Total Return Basket Future** has been listed with immediate effect and is available for trading. These contract specifications set out the standardised terms and conditions of this listed security which is binding, on and applicable to all market participants that conclude transactions in these securities. 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.

Summary Contract Specifications:

GENERAL TERMS	
Description	Total Return Basket Future
Basket Mandate	Custom Banking Index
DIN Code	BSK097 Exotic Future Cash Base 10 YSR8
Underlings	Basket constituents as per **Annexure A**
Underlying's Currency	ZAR
Underlying listing	JSE Ltd.
Contract Size	10
Quotations	Two decimal places (R0.01)
Expiration Date	17 December 2020 (Further expiration dates may be added upon request)
Minimum Price Movement	ZAR 0.01
Basket Divisor	As per Annexure A. (The Divisor determines the Basket's initial level)

Settlement Type	Cash

Maintenance	
Frequency of Rebalancing	N/A ☒ Monthly ☐ Quarterly ☐ Semi-Annually ☐ Annually ☐
Basket Spot Price (Capital Index)	The price of the Basket will be calculated as follows: $= \dfrac{\sum (Price \ x \ System \ Factor \ x \ SPI)}{Divisor} = \dfrac{Basket \ Market \ Cap}{Divisor}$
Total Return Index Value (TRI Spot)	TRI Spot = TRI Spot$_{(t-1)}$ x $\left[\dfrac{Basket \ Spot \ (t)}{Basket \ Spot(t-1) \ - \ XDA \ (t)} \right]$ Where: XDA$_t$ = Weighted Dividend Points
Constituents Initial Reference Level	As per Annexure A
Basket Spot Price Reference	Underlying
Underlying Constituent MCAP within Basket	$= (Price \ x \ System \ Factor \ x \ SPI)$

EXPIRATION AND VALUATION PROCEDURE	
Expiration Date	17 December 2020
Valuation Time	End of Auction Call session that corresponds to the Standard Futures Close-Out period is 12:00hrs (SAST), Scheduled Closing Time of the JSE, which on normal JSE trading days is 17:00hrs (SAST).
Automatic Exercise	Applicable

Cost *Implications*	
JSE Trading Fees	*See Equity Derivative Booking Fee Schedule:* https://www.jse.co.za/content/JSEPricingItems/MPL/JSE%20Price%20List%202020%20-%20Issuers%20Services%20and%20Trading.pdf
Foreign Designation	*Yes* ☐ / *No* ☒
The above instrument has been designated as "Foreign" by the South African Reserve Bank	

Further Contract Specifications (including Procedures, Requirements and Conditions of Rebalancing)

1. To qualify for listing and for continued listing of these securities, the basket exposure must, at all times, maintain the indicated basket mandate which will align with the JSE listed indices, or if not available, with any other publicly available index mandate.

2. Any market participant that has open positions in these securities may request a rebalancing of the indicated basket subject to the JSE's rules and in accordance with the provisions of these contract specifications.

3. Any request by a market participant for the rebalancing of a basket during the term of the contract is subject to the unanimous consent of all other market participants that have open positions in these securities. Once all the requirements for rebalancing have been met, the JSE will publish a market notice recording the revised basket which must be read with and will form part of these contract specifications.

4. Basket rebalancing may only take place at the indicated frequency, due to corporate action and/or due to JSE Index Rebalancing.

5. After each rebalancing cycle, a basket must always maintain at least 60% composition of its initial constituents as per the JSE listed indices constituents (quarterly reviewed), or if not available at the JSE, with any other publicly available index mandate.

6. Failure to meet one or all of the above conditions may result in the JSE instructing market participants to close-out all positions in these securities, the suspension of trading in these securities, the removal of these securities from the JSE's list and/or the JSE taking any other action in accordance with its regulatory duties and responsibilities.

Instruments are loaded into the MIT 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 instruments, please contact the EDM Team on **011 520-7198** or **cando@jse.co.za**

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

Annexure A

<u>Initial</u>: levels of Basket

Share Code	Price (ZAR) (rounding)	System Factor (rounding)	Shares Per Index (unrounded)	MCap (rounding 2 decimals)
ABG	85.01	1	235.2675	20000
FSR	40.09	1	922.9225	37000
INL	32.90	1	60.7900	2000
NED	111.34	1	107.7775	12000
SBK	112.51	1	257.7550	29000
		Basket MCap (rounded 2 decimals)		100000
		Divisor (unrounded)		1.00
		Basket Spot (rounded to 2 decimals)		10000

<u>Current</u>: levels of Basket

Share Code	Price (ZAR) (rounding)	System Factor (rounding)	Shares Per Index (unrounded)	MCap (rounding 2 decimals)
		Basket MCap (rounded 2 decimals)		
		Divisor (unrounded)		
		Basket Spot (rounded to 2 decimals)		

*SPI: refers to the number of shares in the basket

*System factor: is the free float factor