

MARKET NOTICE

 Johannesburg
 Stock Exchange

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Number: 607/2020
Relates to: Equity Market
 Equity Derivatives
 Commodity Derivatives
 Interest Rate and Currency Derivatives
Date: 23 November 2020

SUBJECT: EXOTIC OPTION - JSHRALTR INDEX - PUT SPREAD - XR01

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Designation: Head - Equities and Equity Derivatives

The following **Put Spread Option** 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	Exotic Option: Put Spread Option
DIN Code	DTOR Exotic Option Cash Base 1 XR01
Option Style	European
Underlying	FTSE/JSE Shareholder Weighted All share Total Return Index Bloomberg Code: JSHRALTR Index
Primary Exchange	JSE Ltd.
Underlying Currency	ZAR
Contract Size (Multiplier)	1 (each option references 1 share)
Expiration Date	19 Feb 2021 (Further expiration dates may be added upon request)
Settlement Method	Cash Settled
Minimum Price Movement	ZAR 0.01

Quotations	Two decimal places
Strike Price Valuation Time	The Scheduled Closing Time on the JSE.
TERMS & CONDITIONS – OPTION 1	
Type	Put
Buyer	Is the party that is the Long Party to the Can-Do option
Seller	Is the party that is the Short Party to the Can-Do option
Strike Price	20959.61 of the Initial Index Reference Level
TERMS & CONDITIONS – OPTION 2	
Type	Put
Buyer	Is the party that is the Short Party to the Can-Do option
Seller	Is the party that is the Long Party to the Can-Do option
Strike Price	18433.98 of the Initial Index Reference Level
PROCEDURE FOR EXERCISE	
Automatic Exercise	Applicable. For the avoidance of doubt, Option 1 and Option 2 will be automatically exercised (either together or separately) where the Strike Price Differential for that Option is greater than zero.
Valuation and Expiration 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
Expiration and Valuation Date	19 Feb 2021 (Further expiration dates may be added upon request)
Reference Level	The level of the Underlying (as published by the JSE) at the Valuation Time on the Valuation Date Date(s)
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: <i>Number of Option Contracts * Multiplier * [max(0, Strike_{put1} - Spot_{final}) - max(0, Strike_{put2} - Spot_{final})]</i>
Cash Settlement Payment Date	One (1) Currency Business Days following the Valuation Date

Business Days	Johannesburg
Business Day Convention	Following (Cash flows that fall on a non-business day are assumed to be distributed on the following business day)
COST IMPLICATIONS	
JSE Trading Fees	See <i>Can-Do Booking Fee Schedule – Fee Model EXO</i> : Fee Model EXO :

Can-Do 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 Can-Do instruments, please contact the Can-Do Team on **011 520-7981** or cando2@jse.co.za

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