

## MARKET NOTICE

Johannesburg  
Stock Exchange

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**Number:** 669/2020  
**Relates to:**

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

**Date:** 14 December 2020

**SUBJECT:** UPDATE OF INITIAL MARGIN PARAMETERS FOR DERIVATIVE MARKETS

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**Designation:** Chief Risk Officer (JSE Clear)

Dear JSE Stakeholder

The Series Spread Margin Requirement (SSMR) parameter determines the amount of margin offset between instruments whose CSGs are linked to the same Series Spread Group (SSG).

The VSR (Volatility Scanning Range) 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.

The VSRs and SSMRs for the equity derivative and currency derivative markets will be updated on **15 December 2020**.

This annual update will result in an overall reduction in margin. A handful of clients whose margins are anticipated to increase slightly have been notified in advance.

Should you have any queries regarding this notice, please contact [risk@jse.co.za](mailto:risk@jse.co.za)

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