
MARKET NOTICEJohannesburg
Stock ExchangeTel: +27 11 520 7000
www.jse.co.za**Number:** 245/2021**Relates to:**
 Equity Market
 Equity Derivatives
 Commodity Derivatives Market
 Currency Derivatives Market
 Interest Rate Derivatives Market
 Bond Market
 Bond ETP Market**Date:** 18 June 2021**SUBJECT:** TREATMENT OF KLEPIERRE SA (LIFI) CORPORATE ACTION – SPECIAL DIVIDEND – 21 JUNE 2021 (EX. DATE)**Name and Surname:** Matthias Kempgen**Designation:** Chief Operating Officer – JSE Clear

Member's 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.

Special Dividend

Klepierre SA (LIFI) has declared a special dividend of 1 EUR per share (The special dividend will be converted to ZAR at the prevailing EUR/ZAR exchange rate at EOD on LDT). With regards to this corporate action, the following

adjustments will be made to LIFI positions on 21 June 2021 (**Ex-date**). The adjustments will be made to the positions held as at close of business on 18 June 2021 (**LDT**).

Please note:

Adjustments will be made to all contracts where LIFI is the underlying.

These contracts include:

Contract Code	JSE Instrument Type
13SEP21 LIFI CSH	INTERNATIONAL EQUITY
13SEP21 LIFI CSH DN	International Dividend Neutral
13DEC21 LIFI CSH DN	International Dividend Neutral
13DEC21 LIFI CSH	INTERNATIONAL EQUITY
14MAR22 LIFI CSH	INTERNATIONAL EQUITY
14MAR22 LIFI CSH DN	International Dividend Neutral
13JUN22 LIFI CSH	INTERNATIONAL EQUITY
13JUN22 LIFI CSH DN	International Dividend Neutral

1. FUTURES CONTRACTS

The futures position will be increased by the following factor:

Calculation of factor:

Spot price / adjusted price

Where:

Spot price = the official closing price of the underlying share on **18 June 2021 (LDT)**

Adjusted price = Spot price – **0.171048 (Special Dividend Rate Converted to ZAR)**

Example: If the official closing price of the underlying shares on 18 June 2021 (**LDT**) is 4.1384, the following would apply:

$$\begin{aligned} \text{Adjusted price} &= 4.1384 - 0.171048 \\ &= \mathbf{3.967352} \end{aligned}$$

$$\begin{aligned} \text{Futures factor} &= 4.1384 / 3.967352 \\ &= \mathbf{1.043114} \end{aligned}$$

I.e. Current positions*Factor (rounded to nearest whole contract) = the number of total contracts. Additional contracts will be created at an initial value of zero.

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 notice, please contact clearops@jse.co.za

This Market Notice is available on the website at <https://clientportal.jse.co.za/communication/jse-market-notices>