

## Market Notice

**Number:** A1673  
**Date** 31 July 2012

### Changes to the physical delivery process to accommodate new functionality to trade Safex silo receipts

Further to a feedback session held earlier in the year, the JSE is enhancing its current physical delivery process together with STT to include the ability to trade Safex silo receipts and thereby discover spot basis premiums as part of the physical delivery process of a futures contract. A detailed user manual will be distributed towards the middle of August 2012 for users to familiarise themselves with the new functionality. As communicated earlier the intended implementation date of the new functionality included in the derivatives software release is 1 October 2012 following a successful dress rehearsal.

The new functionality will improved and make the existing delivery process simpler for short position holders, whilst the auction functionality to bid on delivery locations will be replaced by the ability to match basis premiums as part of a standalone set of trades. A separate positions file to keep record of all Safex silo receipt activity will also be available. In order to demonstrate the enhancements made and gain a better understanding of the new delivery process, the JSE has scheduled three workshops in order to ensure there is ample opportunity for back office personnel, traders and clearing members involved in the physical delivery process to attend. These sessions will we held at the JSE Auditorium on:

- **Friday 17 August 2012 from 14h00 to 16h00**
- **Monday 27 August 2012 from 14h00 to 16h00**
- **Tuesday 11 September 2012 from 14h00 to 16h00**

It is imperative that members make every effort to attend one of the above sessions in order to gain a better understanding of the improved physical delivery process. The JSE has also made available an external test environment that can be accessed to further familiarise users, all connectivity details will be provided together with the user manual once it is distributed.

An electronic invitation will be distributed in the next few days in order for market participants to confirm their participation in one of the above sessions. **Please confirm your attendance** as soon as possible since there is limited seating available per session. If there are any further concerns or questions please feel free to contact the Commodities Team to discuss this.



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