



## Market Notice

Number: F5374

Date: 13 June 2012

### Treatment of Remgro Limited (REM) Corporate Action – Unbundling 18<sup>th</sup> June 2012 (Ex. Date)

Members 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.

### UNBUNDLING.

Remgro Limited (REM) shareholders will receive 5.16582 Impala Platinum Holdings Limited (IMP) shares for every 100 REM shares held.

With regard to this corporate action the following adjustments will be made to positions on Monday, 18<sup>th</sup> June 2012 (**Ex date**). The adjustments will be made to the positions held in REMQ, as at close of business on Friday, 15<sup>th</sup> June 2012 (**LDT**).

#### 1. Futures positions.

- The JSE will list a new contract i.e. Remgro Limited (REM) / Impala Platinum Holdings Limited (IMP) basket (RMXQ).



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Executive Directors: NF Newton-King (CEO),  
F Evans (CFO) Non-Executive Directors: HJ Borkum  
(Chairman), AD Botha, ZL Combi, MR Johnston, DM Lawrence,  
A Mazwai, NS Nematswerani, N Nyembezi-Heita, N Payne  
Alternate Directors: JH Burke, LV Parsons

- Positions in REMQ as held on close of business on Friday, 15<sup>th</sup> June 2012 (**LDT**) will be closed out at a value of zero and new positions will be created in the new contract at a value of zero.

**E.g.** If you had 10 futures contracts in the REMQ contract, the JSE will close out this position at a value of zero and open a new position of 10 futures contracts in the new contract (RMXQ).

- The new RMXQ future will comprise of a basket of REM and IMP shares in the following ratio: -

$$\underline{1 \text{ New RMXQ future} = 100 \text{ REM shares} + 5.16582 \text{ IMP shares.}}$$

- The MTM price of the new RMXQ basket will be determined by calculating the fair value of: -

$$\underline{(1 * \text{REM share price}) + (0.0516582 * \text{IMP share price}).}$$

- At expiry date the future will be physically settled according to the following ratio: -

$$\underline{1 \text{ New RMXQ future} = 100 \text{ REM shares} + 5.16582 \text{ IMP shares.}}$$

- The final settlement price of the RMXQ basket at expiry will be determined as follows: -

$$\underline{(1 * \text{REM share price}) + (0.0516582 * \text{IMP share price}).}$$

## **2. Option positions.**

- The JSE will make the same adjustments to option positions as made to futures positions above.
- Strike prices will remain unaffected.

Should you have any queries please contact Imraan Hendrix on (011) 520-7349

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