JOHANNESBURG STOCK EXCHANGE
Equity Derivatives

Market Notice

Number: **F5879**
Date: **12 February 2013**

New Can-Do Option (XX2Q) – Strike Resetting Put Spread

The following new Can-Do Option (XX2Q) has been added to the list with immediate effect and will be available for trading today. 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	Level Reset Put Spread (strike resets monitored discretely)
Can-Do Name	Can-Do XX2Q
Can-Do Code	XX2Q
Contract Size (Multiplier)	10 (for the avoidance of doubt, this means that each option references the Index, multiplied by 10 ZAR)
Minimum Price Movement	One one-hundredth of an Index point (i.e. 0.01)
Quotations	Of the underlying Index, the value to two decimal places
Clearing House Fees	See Can-Do Booking Fee Schedule: http://www.jse.co.za/booking_fee_schedule.jsp
Initial Margin	R 776.00
Class Spread Margin	R 388.00
V.S.R.	2.5
Trade Date	The date the Can-Do option position is first opened on the JSE
Business Day	Any day on which banks are open for a normal trading day in Johannesburg and the Index is published by the JSE.
Option Style	European
Index	FTSE/JSE Shareholder Weighted Top 40 Index (Bloomberg

	code: JSHR40 <Index>)
Final Reset Date	09 September 2013
Initial Index Reference Level	7842.7
Strike Price Reset Event	Means, in respect of the Index, if, at a Strike Price Reset Valuation Time on a Strike Price Reset Determination Day, the level of the Index (as published by the JSE) is equal to or greater than: a) Strike Price Reset Level 1, the Strike Price of Option 1 and Option 2 is increased to Strike Price Reset Value1 respectively; b) Strike Price Reset Level 2, the Strike Price of Option 1 and Option 2 is increased to Strike Price Reset Value2 respectively For the avoidance of doubt: a) the Strike Price can only reset upwards, never downwards; and b) a Strike Price Reset Event can only occur once in respect of any given Strike Price Reset Level.
Strike Price Reset Levels	1) 103% of the Initial Index Reference Level (for the avoidance of doubt, an index level of 8,077.98) 2) 106% of the Initial Index Reference Level (for the avoidance of doubt, an index level of 8,313.26)
Strike Price Reset Values	1) Option 1 – 100.94% (7,916.42) and Option 2 – 94.76% (7,431.74) of the Initial Index Reference Level respectively 2) Option 1 – 103.88% (8,147.00) and Option 2 – 97.52% (7,648.20) of the Initial Index Reference Level respectively
Strike Price Reset Determination Days	Means each scheduled Trading Day from (and including) the Trade Date, to (and including) the Final Reset Date.
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	98% of the Initial Index Reference Level (for the avoidance of doubt, an index level of 7,685.85)
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	92% of the Initial Index Reference Level (for the avoidance of doubt, an index level of 7,215.28)
PROCEDURE FOR EXERCISE	
Expiration and Valuation Date	09 September 2013
Expiration and Valuation Time	17:00 on the Expiration and Valuation Date
Reference Price	Closing level of the index on the Expiration and Valuation Date
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.
Cash Settlement	Applicable, for Option 1 and Option 2. If the Option is In-The-Money, the Short Party shall pay to the Long Party the Cash Settlement Amount for the number of Options held at the Expiration and Valuation Date.
Cash Settlement Amount	Means an amount equal to the number of options exercised on the Expiration and Valuation Date multiplied by the Strike Price Differential, multiplied by the Multiplier.
Strike Price Differential	For Option 1: Means an amount equal to the greater of: a) (Strike Price (after adjustment due to any Strike Price Reset) – Reference Price); and b) zero For Option 2: Means an amount equal to the greater of: a) (Strike Price(after adjustment due to any Strike Price Reset) – Reference Price) ; and b) zero.

Can-Do instruments are loaded into the Nutron 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 Options, please contact the Can-Do Team on 011 520-7096/7981 or cando@jse.co.za

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