

Market Notice

Number: A1671
Date: 23 July 2012

Changes to Initial Margin Requirements – Foreign Referenced Commodities

The cash settled CORN, REDW, KANS, SOY COMPLEX (BEAN, MEAL and OILS), GOLD, PLAT, WTIO, COPP and SILV contracts initial margin requirements are determined using the same methodology as per the currency futures. Margins are adjusted on a monthly basis unless market conditions require otherwise.

Also included are the new Quanto futures contracts initial margin requirements which will be introduced on Wednesday 25 July 2012. The products are:

Brent Crude Oil Quanto = QBRN

Copper Quanto = QCOP

Gold Quanto = QGLD

Please note the following changes to initial margin requirements will take effect **Friday 27 July 2012 for settlement on Monday 30 July 2012:**

Contract Code	Expiry Date	Fixed Margin	Margin Change	Calendar Spread Margin	Series Spread Margin
CORN	Sep-12	18700	4700	4600	3000
CORN	Dec-12	19000	4900	4600	3000
CORN	Mar-13	19300	4700	4600	3000
CORN	Jul-13	19500	4300	4600	3000
BEAN	Nov-12	31500	2100	9300	3000
BEAN	Mar-13	31600	1200	9300	3000
BEAN	May-13	30200	1000	9300	3000
MEAL	Sep-12	28900	1500	8500	3000
MEAL	May-13	28000	700	8500	3000
OILS	Sep-12	14600	100	4600	3000
OILS	May-13	16000	600	4600	3000
GOLD	Sep-12	7900	400	2400	700
GOLD	Dec-12	8000	400	2400	700
PLAT	Sep-12	8400	300	2500	700
PLAT	Dec-12	8500	300	2500	700
WTIO	Sep-12	7400	0	2300	n/a
WTIO	Dec-12	7600	100	2300	n/a



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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

COPP	Sep-12	5500	0	1700	n/a
COPP	Dec-12	5600	100	1700	n/a
SIL	Sep-12	10200	1700	3100	n/a
SIL	Dec-12	10300	1700	3100	n/a
REDW	Sep-12	10600	2200	3300	3300
REDW	Dec-12	10900	2000	3300	3300
REDW	Mar-13	11100	1800	3300	3300
REDW	Jul-13	10900	1800	3300	3300
REDW	Dec-13	11200	1800	3300	3300
KANS	Sep-12	9000	1600	2800	3300
KANS	Dec-12	9300	1500	2800	3300
KANS	Mar-13	9500	1500	2800	3300
KANS	Jul-13	9400	1600	2800	3300
KANS	Dec-13	9700	700	2800	3300
QBRN	Nov-12	8800	0	2600	n/a
QBRN	Feb-13	8800	0	2600	n/a
QCOP	Nov-12	6800	0	2000	n/a
QCOP	Feb-13	6800	0	2000	n/a
QGLD	Nov-12	7700	0	2300	n/a
QGLD	Feb-13	7700	0	2300	n/a

* Changes in **red** denote an increase and **green** a decrease in initial margin.

Please note in terms of the series spread margin, offset margin is recognized for the following products:

- WMAZ, YMAZ and CORN
- GOLD and PLAT
- WEAT, REDW and KANS

It is important that the difference in outright initial margin between the products is added to the series spread margin in order to determine the total initial margin required per structure. As an example, in terms of the maize and corn spread position, depending on the expiry, the margin could increase by anything between R8700 and R9500 (e.g. 19500 – 10000 = 9500) per contract.

Should you have any queries regarding the margining methodology in use, please contact the Commodities Team on 011 520 7535 or e-mail commodities@jse.co.za



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