

## Market Notice

**Number:** A1695

**Date** 20 September 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, SILV, Quanto Futures (QBRN, QCOP & QGLD) 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.

Please note the following changes to initial margin requirements will take effect **Wednesday 26 September 2012 for settlement on Thursday 27 September 2012:**

Contract Code	Expiry Date	Fixed Margin	Margin Change	Calendar Spread Margin	Series Spread Margin
CORN	Dec-12	22000	200	6300	2000
CORN	Mar-13	22300	200	6300	2000
CORN	Jul-13	22200	200	6300	2000
CORN	Sep-13	19800	400	6300	2000
CORN	Dec-13	19200	700	6300	2000
BEAN	Nov-12	35300	2900	10300	2000
BEAN	Mar-13	34700	4800	10300	2000
BEAN	May-13	33200	3300	10300	2000
MEAL	May-13	32600	3800	9800	2000
OILS	May-13	16500	1200	5000	2000
GOLD	Dec-12	8700	700	2600	700
GOLD	Mar-13	8800	700	2600	700
PLAT	Dec-12	9500	1300	2800	700
PLAT	Mar-13	9600	900	2800	700
WTIO	Dec-12	8600	600	2600	n/a
WTIO	Mar-13	8700	400	2600	n/a
COPP	Dec-12	5700	300	1700	n/a
COPP	Mar-13	5800	400	1700	n/a
SIL	Dec-12	12800	2400	3800	n/a
SIL	Mar-13	13000	2300	3800	n/a
REDW	Dec-12	11600	200	3500	3300
REDW	Mar-13	11900	300	3500	3300
REDW	Jul-13	11500	500	3500	3300



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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

REDW	Sep-13	11600	400	3500	3300
REDW	Dec-13	11900	400	3500	3300
KANS	Dec-12	10100	200	3100	3300
KANS	Mar-13	10300	200	3100	3300
KANS	Jul-13	10100	500	3100	3300
KANS	Dec-13	10300	400	3100	3300
QBRN	Nov-12	10300	300	3000	n/a
QBRN	Feb-13	10200	300	3000	n/a
QCOP	Nov-12	7300	1000	2200	n/a
QCOP	Feb-13	7400	400	2200	n/a
QGLD	Nov-12	8100	600	2400	n/a
QGLD	Feb-13	8200	700	2400	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 CORN and SORG
- 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 R8200 and R11300 (e.g. 22300 – 11000 = 11300) 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](mailto:commodities@jse.co.za)



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