

## Market Notice

**Number:** A1738

**Date** 20 December 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, QPLT & QSIL) 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 **Thursday 27 December 2012 for settlement on Friday 28 December 2012:**

Contract Code	Expiry Date	Fixed Margin	Margin Change	Calendar Spread Margin	Series Spread Margin
CORN	Mar-13	21500	300	6200	2000
CORN	May-13	21800	700	6200	2000
CORN	Jul-13	21700	100	6200	2000
CORN	Sep-13	19600	0	6200	2000
CORN	Dec-13	19300	0	6200	2000
BEAN	Mar-13	32500	100	9500	2000
BEAN	May-13	32400	200	9500	2000
BEAN	Jul-13	32400	100	9500	2000
BEAN	Nov-13	30200	300	9500	2000
MEAL	May-13	31800	0	9200	2000
MEAL	Jul-13	31500	100	9200	2000
MEAL	Dec-13	28400	600	9200	2000
OILS	May-13	15800	900	4800	2000
OILS	Jul-13	16300	500	4800	2000
OILS	Dec-13	16200	400	4800	2000
GOLD	Mar-13	9000	200	2700	700
GOLD	Jun-13	9200	200	2700	700
PLAT	Mar-13	9900	200	3000	700
PLAT	Jun-13	10000	200	3000	700
WTIO	Mar-13	8000	100	2400	n/a
WTIO	Jun-13	8200	300	2400	n/a
COPP	Mar-13	6100	200	1800	n/a
COPP	Jun-13	6200	300	1800	n/a
SIL	Mar-13	12900	200	3900	n/a
SIL	Jun-13	13100	300	3900	n/a



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Member of the World Federation of Exchanges

**Executive Director:** NF Newton-King (CEO)

**Non-Executive Directors:** HJ Borkum (Chairman), AD Botha,  
 MR Johnston, DM Lawrence, A Mazwai, NS Nematswerani,  
 N Nyembezi-Heita, N Payne, Dr. MA Matooane, NP Mnxasana

**Alternate Directors:** JH Burke, LV Parsons

**Company Secretary:** GC Clarke

REDW	Mar-13	11400	700	3600	4200
REDW	Jul-13	11800	400	3600	4200
REDW	Sep-13	12000	400	3600	4200
REDW	Dec-13	12300	300	3600	4200
KANS	Mar-13	10600	200	3200	4200
KANS	Jul-13	10700	100	3200	4200
KANS	Dec-13	11100	0	3200	4200
QBRN	Feb-13	9500	100	2800	n/a
QBRN	May-13	9400	0	2800	n/a
QBRN	Aug-13	9200	New	2800	n/a
QCOP	Feb-13	7300	400	2200	n/a
QCOP	May-13	7400	500	2200	n/a
QCOP	Aug-13	7300	New	2200	n/a
QGLD	Feb-13	7900	100	2400	700
QGLD	May-13	8000	100	2400	700
QGLD	Aug-13	7900	New	2400	700
QPLT	Feb-13	5200	100	1500	700
QPLT	May-13	5300	200	1500	700
QPLT	Aug-13	5200	New	1500	700
QSIL	Feb-13	15300	300	4500	n/a
QSIL	May-13	15400	300	4500	n/a
QSIL	Aug-13	15000	New	4500	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 R8300 and R10800 (e.g. 21800 – 11000 = 10800) 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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