

## Market Notice

**Number:** A1876

**Date** 20 September 2013

### Changes to Initial Margin Requirements – Foreign Referenced Commodities

The cash settled 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 26 September 2013 for settlement on Friday 27 September 2013:**

| Contract Code | Expiry Date | Fixed Margin | Margin Change | Calendar Spread Margin | Series Spread Margin |
|---------------|-------------|--------------|---------------|------------------------|----------------------|
| CORN          | Dec-13      | 16700        | 500           | 5300                   | 5000                 |
| CORN          | Mar-14      | 17400        | 500           | 5300                   | 5000                 |
| CORN          | May-14      | 18900        | 1600          | 5300                   | 5000                 |
| CORN          | Jul-14      | 18200        | 500           | 5300                   | 5000                 |
| CORN          | Dec-14      | 18000        | 300           | 5300                   | 5000                 |
| BEAN          | Nov-13      | 40000        | 7500          | 12200                  | 3400                 |
| BEAN          | Mar-14      | 40100        | 7500          | 12200                  | 3400                 |
| BEAN          | May-14      | 40600        | 7100          | 12200                  | 3400                 |
| BEAN          | Jul-14      | 40600        | 4600          | 12200                  | 3400                 |
| BEAN          | Nov-14      | 40300        | 3300          | 12200                  | 3400                 |
| MEAL          | Dec-13      | 40100        | 7400          | 12300                  | n/a                  |
| MEAL          | Mar-14      | 40400        | 2400          | 12300                  | n/a                  |
| MEAL          | May-14      | 40300        | 3800          | 12300                  | n/a                  |
| MEAL          | Jul-14      | 40100        | 3800          | 12300                  | n/a                  |
| OILS          | Dec-13      | 14900        | 400           | 4600                   | n/a                  |
| OILS          | Mar-14      | 15500        | 0             | 4600                   | n/a                  |
| OILS          | May-14      | 15600        | 0             | 4600                   | n/a                  |
| OILS          | Jul-14      | 15700        | 0             | 4600                   | n/a                  |
| KANS          | Dec-13      | 9300         | 0             | 2800                   | 4000                 |
| KANS          | Mar-14      | 9500         | 0             | 2800                   | 4000                 |
| KANS          | May-14      | 9800         | 0             | 2800                   | 4000                 |
| KANS          | Jul-14      | 9600         | 0             | 2800                   | 4000                 |
| REDW          | Dec-13      | 10300        | 100           | 3200                   | 4000                 |
| REDW          | Mar-14      | 10600        | 100           | 3200                   | 4000                 |
| REDW          | May-14      | 10700        | 200           | 3200                   | 4000                 |
| REDW          | Jul-14      | 10900        | 200           | 3200                   | 4000                 |
| REDW          | Dec-14      | 11500        | 200           | 3200                   | 4000                 |



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Member of the World Federation of Exchanges

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**Non-Executive Directors:** HJ Borkum (Chairman), AD Botha,  
MR Johnston, DM Lawrence, A Mazwai, Dr. MA Matoane,  
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**Alternate Directors:** JH Burke, LV Parsons

**Company Secretary:** GC Clarke

|      |        |       |      |      |     |
|------|--------|-------|------|------|-----|
| COPP | Dec-13 | 6200  | 200  | 1900 | n/a |
| COPP | Mar-14 | 6200  | 100  | 1900 | n/a |
| GOLD | Dec-13 | 9200  | 600  | 2700 | 400 |
| GOLD | Mar-14 | 9000  | 500  | 2700 | 400 |
| PLAT | Dec-13 | 10900 | 500  | 3200 | 400 |
| PLAT | Mar-14 | 10700 | 400  | 3200 | 400 |
| SIL  | Dec-13 | 10900 | 1600 | 3200 | n/a |
| SIL  | Mar-14 | 10600 | 500  | 3200 | n/a |
| WTIO | Dec-13 | 10900 | 600  | 3200 | n/a |
| WTIO | Mar-14 | 10500 | 100  | 3200 | n/a |
| QBRN | Nov-13 | 9300  | 400  | 2800 | n/a |
| QBRN | Feb-14 | 9100  | 300  | 2800 | n/a |
| QCFF | Nov-13 | 3000  | 200  | 3000 | n/a |
| QCFF | Feb-14 | 3100  | 200  | 3000 | n/a |
| QCOC | Nov-13 | 1800  | 100  | 500  | n/a |
| QCOC | Feb-14 | 1800  | 0    | 500  | n/a |
| QCOP | Nov-13 | 6400  | 100  | 1900 | n/a |
| QCOP | Feb-14 | 6500  | 0    | 1900 | n/a |
| QCRN | Nov-13 | 2000  | 100  | 600  | n/a |
| QCRN | Feb-14 | 2100  | 200  | 600  | n/a |
| QCTN | Nov-13 | 3200  | 100  | 900  | n/a |
| QCTN | Feb-14 | 3100  | 200  | 900  | n/a |
| QGAS | Nov-13 | 9000  | 100  | 1500 | n/a |
| QGAS | Feb-14 | 9000  | 100  | 1500 | n/a |
| QGLD | Nov-13 | 6700  | 300  | 2000 | 400 |
| QGLD | Feb-14 | 6700  | 200  | 2000 | 400 |
| QHEA | Nov-13 | 6600  | 100  | 2000 | n/a |
| QHEA | Feb-14 | 6600  | 100  | 2000 | n/a |
| QNAT | Nov-13 | 4800  | 100  | 1500 | n/a |
| QNAT | Feb-14 | 4900  | 200  | 1500 | n/a |
| QPLD | Nov-13 | 4800  | 300  | 1400 | n/a |
| QPLD | Feb-14 | 4800  | 300  | 1400 | n/a |
| QPLT | Nov-13 | 9500  | 300  | 2900 | 400 |
| QPLT | Feb-14 | 9500  | 100  | 2900 | 400 |
| QSIL | Nov-13 | 11100 | 1500 | 3300 | n/a |
| QSIL | Feb-14 | 11100 | 1700 | 3300 | n/a |
| QSUG | Nov-13 | 1800  | 0    | 500  | n/a |
| QSUG | Feb-14 | 1700  | 0    | 500  | 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
- MSOY/ SOYA and BEAN (R850 /R1700/ R3400)

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 R4200 and R6400 (e.g. 16700 –12500 =4200) 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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