



Circular no.: 018/2015/T&S/CuR/136

April 10, 2015

Introduction of Currency Futures Contract on the ZAR/USD Currency Pair expiring on 15th June 2015

In terms of the provisions of the Rules of the Exchange, the Members of the Exchange are informed that:

In view of the April 2015 Futures contract on the ZAR/USD currency pair expiring on April 13, 2015, a cash settled Currency Futures contract expiring on June 15, 2015 on the ZAR/USD currency pair will be made available for trading from Tuesday April 14, 2015.

The contract specifications and trading parameters of the Currency Futures contract are as specified in the enclosed Annexure and shall be binding on all Members and Constituents trading through them.

Members are requested to take note of the same and ensure compliance.

For and on behalf of

Bourse Africa Limited

Stanley Verghese

Senior Vice President

For any clarifications, please contact Mr. Vipul Vaishnav or Mr. Vinesh Caumul on (+230)4040000 or send email at trading@bourseafrica.com.

- **ZAR/USD Futures**

Contract Type	Cash settled Futures
Product	ZAR-USD Futures contract
Symbol	ZARUSD
Expiry	15JUN2015
Instrument Type	FUTCUR
Contract Size	100,000 ZAR
Contract to be made available for Trading	
June 2015 contract	14 th April 2015 to 15 th June 2015
Base Price	<p>Price of an identical maturity international Futures contract on ZAR-USD currency pair will be used as base price for a newly created contract. For all other contracts, the base price will be computed using the procedure described in point 3.7.2 of the Trading Circular no. 002/2010/T&S/CuR/1.</p> <p>The base price of the Futures contract on all subsequent trading days will be the Daily Settlement Price of the Futures contract on the Exchange on the previous trading day. Members may refer to the Trading Circulars for more details.</p>
Minimum Price Movement (Tick Size)	0.0025 US Cents per ZAR, equivalent to \$2.50 per contract.
Price Quotation	U.S. Cents per ZAR, quoted up to the fourth decimal place.
Daily Price Limit / Range	<p>Every contract will have an initial Daily Price Range (DPR) of +/- 2% of the previous day close price / base price.</p> <p>Members may please refer to Circular No.023/2010/T&S/CuR/6 dated December 09, 2010 for further details on procedure for relaxation of the Daily Price Range (DPR) of contracts.</p>
Initial margin	4% or the margin level determined based on SPAN, whichever is maximum.
Special Margin	In the presence of additional volatility, a special margin as deemed suitable by the exchange would be imposed on all open positions.
Settlement	Cash settlement
Position Limits	1,000 Contracts or 5% of the market wide open interest at the Client level and 5,000 Contracts or 10% of the market wide open interest at the Member level, whichever is higher, across all the available expiries for Futures Contracts based on ZAR-USD currency pair put together.

Funds Pay In	First pay in run to be conducted at 08:30 Hrs. (04:30 Hrs. GMT), followed by the second run at 11:00 Hrs. Mauritius Time (07:00 Hrs. GMT) on T+1 day, subject to revision. Any revision of these timings will be conveyed to the Members through Circulars / Notifications.
Funds Pay Out	13:00 Hrs. Mauritius Time (09:00 Hrs. GMT) on T+1 day. Any revision of these timings will be conveyed to the Members through Circulars / Notifications.
Daily Settlement Price & Final Settlement Price Computation	<p>Daily Settlement Price will be the same as close price on the Exchange and will be computed as per the methodology determined by the Exchange. Members may refer to the procedure described in point 3.7.2.3.a of the Trading Circular No. 002/2010/T&S/CuR/1 for more details.</p> <p>On the day of expiry, the USD-ZAR spot rate publicly disseminated by the South African Reserve Bank will be referred for calculation of the Final Settlement rate. An inverse of this rate, rounded to six decimal places to compute the equivalent ZAR-USD exchange rate, will be taken as the Final Settlement rate.</p> <p>The Daily and the Final Settlement prices so computed will be suitably rounded off to the nearest multiple of the tick size of the contracts.</p>
Trading hours	<p>Trading on Bourse Africa Limited will be from 10:00 Hrs. to 22:00 Hrs. Mauritius Time (06:00 Hrs. till 18:00 Hrs. GMT), Monday to Friday.</p> <p>Members may please refer to circular No. 066/2014/T&S/GEN/17 dated December 11, 2014 for Trading Holidays during the calendar Year 2015. Any Trading Holidays / Change in Trading Hours will be communicated to Market Participants through Trading circulars from time to time.</p> <p>On the day of expiry, the trading in June 2015 expiry contract will halt at 12:30 Hrs. Mauritius Time (08:30 Hrs. GMT), to match with the 10:30 Hrs. South African time exchange rate announcement made by South African Reserve Bank.</p>
Central Bank to be referred to, time diff from Mauritius and the time of declaration of the exchange rate	South African Reserve Bank declares rates every day at 10:30 Hrs. South African Time, which is 2 Hrs. behind the Mauritius Time (08:30 Hrs. GMT).
Last Trading Day	June 2015 Contract – June 15, 2015