



Circular no.: 020/2015/T&S/CoM/109

April 23, 2015

**Introduction of WTI Futures Contract expiring on 20<sup>th</sup> July 2015**

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

In view of the June 2015 Futures Contract on WTI expiring on 18<sup>th</sup> May 2015, the Exchange will introduce on 1<sup>st</sup> May 2015, a cash settled WTI Futures contract expiring on 20<sup>th</sup> July 2015 as per the contract specifications of WTI Futures contract notified vide Circular no.: 040/2011/T&S/CoM/17 dated 5<sup>th</sup> September 2011.

The contract specifications and trading parameters of the WTI 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](mailto:trading@bourseafrica.com).

- *WTI Futures*

<b>Contract Type</b>	Cash settled Futures
<b>Product</b>	WTI Futures contract
<b>Symbol</b>	WTI
<b>Expiry</b>	20JUL2015
<b>Instrument Type</b>	FUTCOM
<b>Contract Size</b>	250 Barrels
<b>Contract available for Trading</b>	
<b>August 2015 contract</b>	1 <sup>st</sup> May 2015 to 20 <sup>th</sup> July 2015
<b>Grade/Standards/Quality</b>	Light Sweet Crude Oil with the following specifications: Sulphur 0.42% by weight or less, API gravity: Between 37 degree – 42 degree, All volumes being defined at 60 degree Fahrenheit confirming to international benchmarks as reflected in actively traded comparable international contracts.
<b>Base Price</b>	Price of an identical maturity international Futures contract on WTI will be used as base price for a newly created contract.  For all other existing WTI contracts, previous day close price on the respective contracts will be used as base price.
<b>Minimum Price Movement (Tick Size)</b>	\$0.01 / barrel (\$2.50 per contract)
<b>Price Quotation</b>	U.S. dollars and cents per Barrel, quoted up to the second decimal place
<b>Daily Price Limit</b>	Every contract will have an initial DPR of +/- 4% of the previous day close price / base price. For more details, please refer to circular no. 022/2010/T&S/CoM/5 dated December 09, 2010.
<b>Initial margin</b>	5% or the margin level determined based on SPAN, whichever is maximum
<b>Special Margin</b>	In the presence of additional volatility, a special margin as deemed suitable by the Exchange would be imposed on all open positions.
<b>Settlement</b>	Cash settlement
<b>Position Limits</b>	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 expiries available for trading.

<b>Funds Pay In</b>	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 times will be conveyed to the Members in Clearing and Settlement Circulars.
<b>Funds Pay Out</b>	13:00 Hrs. Mauritius Time (09:00 Hrs. GMT) on T+1 day. Any revision of these times will be conveyed to the Members in Clearing and Settlement Circulars.
<b>Daily Settlement Price &amp; Final Settlement Price Computation</b>	<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 Trading Circular No. 026/2013/T&amp;S/CoM/58 for more details.</p> <p>Final Settlement Price will be determined on the last day of trading of the contract by taking the publicly available last traded price of a WTI Futures contract, identical in maturity and quality specifications to the WTI contract from the international markets taken at the end of trading hours on the Exchange.</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>
<b>Trading hours</b>	<p>Trading on Bourse Africa will be from 10:00 Hrs. to 22:00 Hrs. Mauritius Time (06:00 Hrs. till 18:00 Hrs. GMT), Monday to Friday. Any change in these trading hours will be communicated to the market participants through Trading Circulars from time to time.</p> <p>Members may please refer to circular No. 066/2014/T&amp;S/GEN/17 dated December 11, 2014 for Trading Holidays during the calendar Year 2015. Any additional Trading Holiday will be communicated to Market Participants through Trading circulars from as applicable.</p>
<b>Last Trading Day</b>	August 2015 contract – 20 <sup>th</sup> July 2015