

Market Notice

Number: A1786
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Introduction of the March 2014 Soya bean expiry month with increased standard contract size of 50 metric tons.

As agreed with industry in 2012, due to the increase in soya bean production the physically settled soya bean contract (contract code SOYA) will increase its standard contract size from 25 tons to **50 tons** as from the start of the new marketing season that commences 1 March 2014. Before the Mar14 50 ton SOYA contract is introduced, various technical changes are required to accommodate the increase in the nominal of the soya bean contract. In order to maintain the SOYA code going forward, the JSE will rename the existing 25 ton soya bean contract to MSOY (mini soya bean) which means all existing positions and expiries up to and including Feb14 will trade under this new contract code. All Mar14 SOYA expiries will then represent a 50 ton nominal and will be introduced on Monday 8 April 2013 for trading the following day without the finalized standard storage rate or list of delivery points for the 2014/15 marketing season.

The renaming of the SOYA contract to MSOY will take place on **Friday 5 April 2013** after balancing end of day procedures with each of the clearing members. The renaming will result in the following soya bean expiries available for trading on Monday 8 April 2013:

- Apr13 MSOY
- May13 MSOY
- Jul13 MSOY
- Sep13 MSOY
- Dec13 MSOY

When the Mar14 SOYA contract is introduced on the 8th April for trading on 9th April this expiry will appear as a new instrument for all reporting purposes and will represent the new 50 ton contract. Unfortunately during the transition period there will be NO calendar spread offset available between the MSOY and SOYA expiries however within each product set this will be maintained. The interim contract code MSOY will be included in the series spread group made up of SOYA and BEAN and will provide some offset margin for positions spread over the transition period. If there are any questions regarding the margining process please contact the Commodity Derivatives Team.

Market participants including Clearing Members who are exposed to third party software vendors are encouraged to ensure all system vendors are aware of the contract code renaming that will take place on **Friday 5th April 2013** and to **co-ordinate the change** to ensure no downstream system impact. Once the JSE renames the contract, market participants will be able to download via the API the updated contract details. If there are any questions regarding the process email commodities@jse.co.za or call us on 011 5207299.





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