

JSE Clear Public Description

December 2025

Version Control

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Version History

Version	Date	Summary of changes	Author
1.0	December 2012	Document creation	Tyrone Arendse
2.0	July 2017	Regular review	Tyrone Arendse
3.0	July 2018	Regular review	Tyrone Arendse
4.0	July 2019	Regular review	Tyrone Arendse
5.0	May 2021	Regular review	Tyrone Arendse
6.0	August 2021	Updated group structure	Tyrone Arendse
7.0	November 2022	Regular review	Tyrone Arendse
8.0	May 2023	Updates to reflect JSE Clear as an Independent Clearing House	JSE Clear Governance and Compliance
9.0	April 2024	Regular review	JSE Clear Governance and Compliance
10.0	December 2025	Regular review	JSE Clear Governance and Compliance

Company Overview:

JSE Clear, a private company, is a wholly owned subsidiary of the JSE Ltd (“JSE”). JSE Clear is licenced as an Independent Clearing House and Central Counterparty (CCP) as defined in the Financial Markets Act (FMA) by the primary licencing authority – the Financial Services Conduct Authority (FSCA).

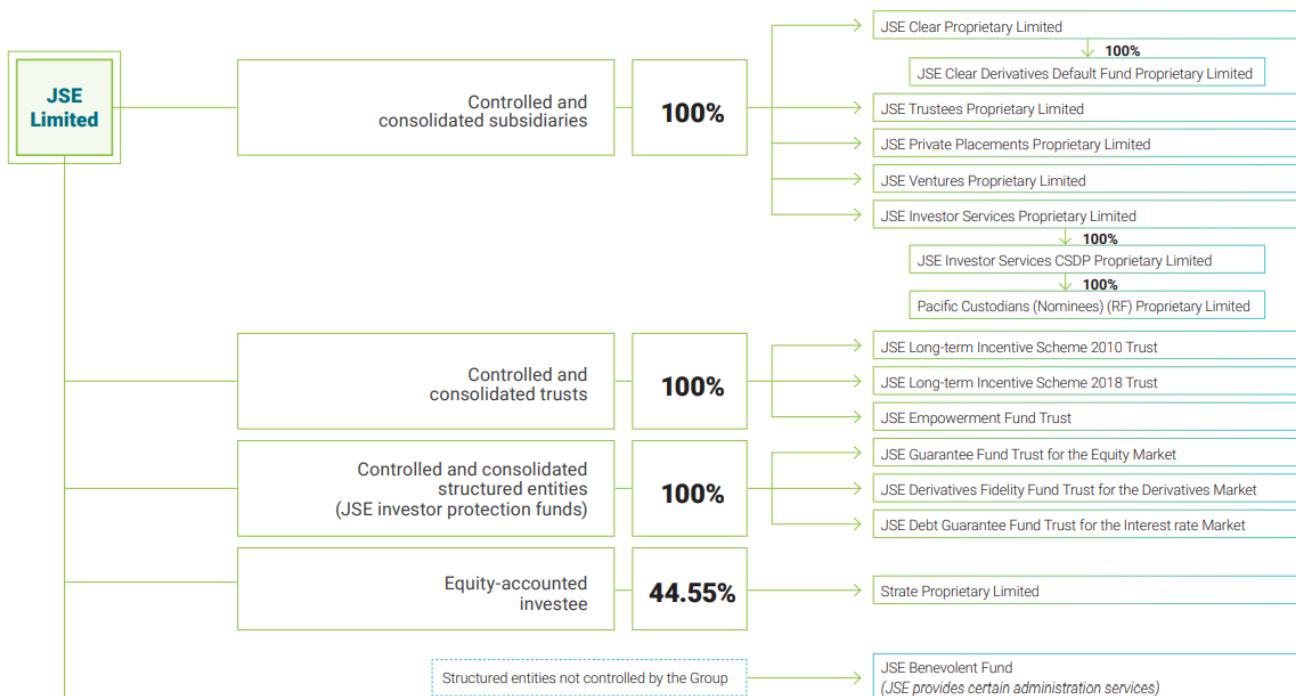
As per the terms specified in its rules, JSE Clear takes the necessary and appropriate steps to clear and risk manage transactions in securities listed on the JSE’s Derivatives, Interest Rate and Currency markets. Currently the listed securities cleared by JSE Clear are options on futures contracts and futures contracts in the equity derivatives, commodity derivatives, currency derivatives, and interest rate derivatives markets of the JSE.

JSE Clear performs all clearing operating functions, risk management services, and declaration of defaulting members on behalf of the JSE. The provision of these services is governed by the applicable agreements between the JSE and JSE Clear as well as the applicable JSE and JSE Clear rules and directives.

It is our intention to extend JSE Clear’s services to the JSE’s cash bonds markets.

The below diagram depicts the structure of the JSE Group:

JSE Group structure



Group structure correct as at 31 December 2024.

There are a number of participants in the various derivatives markets that are member firms of the clearing house. The following are clearing members of JSE Clear, and are responsible for the performance of clearing services and settlement services in terms of the JSE Clear Rules:

- ABSA Bank
- Investec
- JP Morgan
- Merrill Lynch
- Nedbank
- Rand Merchant Bank (a division of First Rand Bank Ltd)
- Standard Bank

JSE Clear operates as a central counterparty (“CCP”) by interposing itself in terms of its Rules between parties to transactions in listed securities on the markets operated by the JSE. JSE Clear also acts as a trustee in investing funds posted by market participants as collateral for due performance of their obligations on the JSE markets.

JSE Clear has also appointed a Chief Executive Officer (CEO), Chief Risk Officer (CRO), Chief Compliance Officer (CCO) and a Chief Operating / Information Officer (COO/CIO), who, under the direction of the CEO, are fully responsible and accountable for the execution of all primary JSE Clear functions. The JSE Clear CEO is responsible for the day-to-day management of the clearing house’s operations, as well as ensuring that all services provided by external service providers to JSE Clear are delivered in accordance with contractually agreed service levels.



Legislative framework and process

JSE Clear shall ensure that it remains a licensed Independent Clearing House in terms of the FMA, while subsequently maintaining its status as an IOSCO qualifying CCP (QCCP) and that it continues to comply with the requirements of any subsequent legislation.

In terms of regulating the market with regard to clearing and settlement, any proposed rule changes are subject of a robust engagement and approval process.

Governance framework and process

As at December 2025, the JSE Clear Board of Directors is made up of the following individuals:

- Four Independent non-executive directors¹:
 - Hugo Nelson (Chairman)
 - Francois Oosthuizen
 - Ruben Lee
 - Trevor Spanner
- One non-executive director nominated by clearing members:
 - Kari van Rensburg (Standard Bank)
- One non-executive director nominated by the primary shareholder (the JSE):
 - Mark Randall
- One Executive director:
 - Alicia Greenwood

The JSE Clear Board Charter sets out the specific responsibilities to be discharged by the JSE Clear Board members collectively, as well as the roles and responsibilities incumbent upon directors as individuals. It seeks further to ensure that all Board members acting on behalf of JSE Clear are aware of the various legislation and regulations affecting their conduct. The JSE Clear Board further aims to apply the principles of King IV.

Given the nature of the clearing house business conducted by JSE Clear, it is imperative that an integrated risk-based approach is established and implemented. The focus is to identify, assess and implement controls for all the major risks that the company is exposed to. JSE Clear endeavours to mitigate its risk by ensuring that the appropriate controls, systems, practices and ethics are implemented. Accordingly, the JSE Clear Board has two formal sub-committees - a Risk Management Committee that assists the Board in the discharging of its duties and responsibilities in relation to risk management and the JSE Audit Committee

¹ The JSE applies the King III definition for an independent member which excludes parties with significant business relationships with the FMI, cross-directorships, or controlling shareholdings, as well as employees of the organisation



(convening for JSE Clear) that is responsible for ensuring that the assurance model developed for the group is appropriately applied for the clearing house, and that the JSE's finance function is appropriately supporting JSE Clear in its activities.

For more information regarding JSE Clear, please visit <https://jseclear.jse.co.za/>