JOHANNESBURG STOCK EXCHANGE

Reviewed Condensed Consolidated Interim Financial Statements for the six months ended 30 June 2010

Unless otherwise indicated, all comparatives refer to the six months ended 30 June 2009. Percentage changes have been calculated on unrounded numbers.

The first half of 2010 was a volatile one for local markets. Mirroring this uncertainty, the main equity index of the Johannesburg Stock Exchange (JSE) rose to 29 500 by mid-April but dropped to 26 259 by end-H1 2010.

Fluctuating sentiment was good for JSE Limited, the company that operates the exchange. Group revenue climbed 14.5% to R623.3 million (H1 2009: R544.5 million) largely owing to increased trade on the spot equities market. Foreigners were again net investors, investing R19.1 billion in South African equities and R36.2 billion in local bonds. Liquidity on the equities market rose to 53% for the period (H1 2009: 48.8%). Investors remained hesitant about equity derivatives though commodity derivatives recovered somewhat, rising 15.9% to R20.6 million (H1 2009: R17.8 million). As a result, the overall performance of the Group remained resilient.

The 14.5% increase in revenue combined with controlled operating costs led to a 13.1% increase in net profit after tax to R207.6 million (H1 2009: R183.5 million).

During H1 2010, personnel expenses rose by 16.7% compared with the previous period. This was owing to the unwinding of the discount on the deferred cash bonus liability (R5.0 million), an average salary increase of 8.6% granted with effect from 1 January 2010 and a 2.7% increase in headcount to 420 permanent employees (Dec 2009: 409).

A new long term incentive scheme was approved by shareholders at the annual general meeting in April 2010. This new scheme ("LTIS 2010") replaces the previous long term schemes operated by the JSE, and accordingly no further tranches will be awarded under these earlier schemes. Tranches already awarded under the previous schemes will run their normal course. During the period under review, the LTIS 2010 scheme resulted in a share based payment charge of R1.7 million (2009: Rnil).

Other expenses increased by 11.3%. The factors underlying this increase include increased spending in consulting fees and computer costs of R2.3 million and R3.5 million respectively, the impairment adjustment of R1.8 million to the loan granted to the JSE Empowerment Fund Trust, and the recognition of the provision for onerous costs (R4.0 million) associated with the Melrose Arch lease. (The lease resulted from the JSE's acquisition of the Bond Exchange of South Africa (BESA) in 2009).

Net finance income fell by 25% due to lower interest rates and lower funds under management.

The effective tax rate for the period under review was 33% (H1 2009: 34%).

Turning to the Group's revenue sources:

- Six new company listings occurred during H1 2010 – five on the main board (one of which on the Africa Board) and one on AltX – compared with four in H1 2009. This is in line with listings numbers on member exchanges of the World Federation of Exchanges. Though there is a new listings pipeline, the JSE cannot predict new listings prospects as the decision to list remains that of the company concerned. Revenue in the JSE's Issuer Services division, which handles new listings, increased 17.5% (H1 2010: R45.8 million; H1 2009: R39.0 million). This includes interest rate market issuer services activity which was not included in the previous period. Like for like, and including equities-related revenue only, H1 2010 revenue fell by 1% on the previous period.
- The number of spot equities market transactions rose 22.4% (H1 2010: 12.2 million; H1 2009: 10.0 million), generating revenue of R164.8 million (H1 2009: R145.3 million), a 13.4% increase.
- The average value per trade is declining in line with world markets, largely owing to algorithmic trade strategies. The total value of equities trades conducted on the exchange is up 15.4% year-on-year (H1 2010: R1.5 trillion; H1 2009: R1.3 trillion).
- The equities team continued to focus on encouraging increased use of the Exchange's products and services. First, a new billing model was introduced in March 2010 to reduce total trading costs, encourage high frequency trading and reward high volume participants. Trade volumes have increased since. Second, the Exchange added an anonymous trading facility which allows for the execution of large trades through hidden order functionality in the central order book.
- The JSE views the South African retail market as a long-term growth area and continues to pursue its strategy of increasing the financial knowledge of South Africans with the aim of growing numbers of retail investors and adding to trade volumes. During the period, the Exchange visited a number of smaller cities country-wide to pursue this strategy.
- New product innovation remains one of the Exchange's strengths. In the interim period, the commodity derivatives team focused on expanding the product range launched in partnership with the CME Group (the world's largest derivatives exchange), recently introducing soya complex contracts. The equity team focused on a new range of commodity warrants and on collective investment products including exchange traded funds aimed at retail and institutional investors. New products were also added on other JSE markets.
- The number of equity derivatives contracts traded rose by 6% to 84.2 million (H1 2009: 79.4 million). The biggest increases came from derivative contracts on international shares. Value traded rose 26.2%. Despite this, revenues eased by 0.7% to R53.3 million (H1 2009: R53.7 million) mainly owing to two shifts in the product mix: first, a move from options to futures, and second, a drop in the value of Can Do derivatives traded during H1 2010 compared with the previous period.
- Effective 6 July 2010, the JSE adopted a maker-taker model for its equity derivative market. This change is aimed at making pricing structures more equitable by rewarding participants bringing liquidity to the market, encouraging greater activity and transparency. We have begun to see more use of our on line trading system since the introduction of the new pricing model.
- The number of commodity derivatives contracts traded increased by 12.1% (H1 2010: 1 011 712; H1 2009: 902 370). Commodity options accounted for most of this growth, owing to volatility in agricultural prices at the start of 2010. This shift in product mix impacted favourably on revenues which rose 15.7% to R20.6 million (H1 2009: R17.8 million) during the period.
- The Interest Rate division generated trade reporting revenue of R16.4 million. Reported cash volumes in H1 2010 climbed to R7.33 trillion (H1 2009: R6.88 trillion). Open interest for all interest rate derivatives products topped the R100,000 mark for the first time in the interest rate exchange traded products history.
- Revenue generated by the Information Products Sales division, which is focusing on new and existing offshore clients in a tough market following the downsizing of several global institutions, climbed 6.5% to R58.7 million (H1 2009: R55.1 million). New product development continues. Marketing efforts are currently focused on the FTSE/JSE Equally-Weighted Top40 Index, launched during the period.

Prospects

2010 is a year of consolidation for the JSE:

- Following the BESA acquisition effective 22 June 2009, dialogue with interest rate market participants and industry groups is continuing. The process is taking longer than anticipated; however the JSE remains convinced that it will succeed in introducing a strategy which will succeed in growing the Exchange traded interest spot and derivative market.
- The JSE continues to pursue its Africa strategy, which has gained momentum since 2009 with the launch of the Africa Board, a platform for African companies domiciled outside South Africa. In April 2010, the Africa Board welcomed its second listing, Wilderness Holdings. Companies from elsewhere on the continent have also publically stated their interest in listing on the Africa Board. This interest is prompted, in part, by the JSE's focused marketing efforts and growing global investor interest in Africa as an investment destination. The Exchange continues to talk to prospective issuers about the benefits of listing on the Africa Board and looks forward to welcoming some new listings in the coming period.
- The JSE's technology systems replacement project (SRP) is proceeding. The replacement of the last of the three major systems, including the replacement of the JSE's back office system (the Broker Dealer Accounting system or BDA), is currently in the testing phase. Initial tests have proved successful. The Exchange will announce the due date for implementation in due course.
- During H1 2010, trading and clearing engines in the JSE's equity and commodity derivatives markets were upgraded. Exchange traded currency and interest rate derivatives will be moved to the system in due course.

The JSE remains committed to delivering value to issuers and investors. The focus is on consistent work to build a sustainable business model, with depth and breadth. The Board is optimistic that this should be achieved through the strategic objectives discussed above, combined with the strength of JSE regulation and the quality of the JSE's service.

- In March 2010, the Exchange said that, in 2010, it would consolidate the BESA acquisition, make continued improvements in IT, launch a new billing model for equities trading and launch initiatives such as Block-X (the dark pool facility) in response to client needs. As reported above, the JSE has delivered on certain of these targets. It will deliver on the remainder during H2 FY2010.
- As a significant portion of revenue is dependent on the level of trades on the Exchange, the JSE is not able to predict future profits. There is no guarantee that first half trading volumes will be sustained throughout 2010.
- The JSE will continue to focus on increasing liquidity and improving market competitiveness.
- In the equity derivatives market, the Exchange will work to encourage on-exchange central order book trading. It will also work on providing services to clients who previously traded off-exchange but who now want to trade on-exchange to manage risk.
- In H2 2010, additional hard commodity instruments will be launched under licence from the CME Group.
- The JSE will also focus on delivering the intended benefits of the BESA acquisition. The interest rate team aims to implement the following during H2 2010:
  - A single set of listings requirements;
  - A single set of trading rules; and
  - An improved pre-trade price discovery process, to be disseminated through the Nutron system.
- The Exchange also continually strives to grow its other markets and revenue streams.

For and on behalf of the Board

HJ Borkum
Chairman

RM Loubser
Chief Executive Officer

17 August 2010
Sandton

JSE Limited (Registration number 2005/022939/06)
Incorporated in the Republic of South Africa
1 Exchange Square, 2 Gwen Lane, Sandown, South Africa
Private Bag X9991174, Sandton 2146, South Africa, Sandown
Tel +27 11 520 7000 Fax +27 11 520 8584
Sponsor: RAND MERCHANT BANK (a division of FirstRand Bank Limited)

CONSOLIDATED INTERIM STATEMENT OF COMPREHENSIVE INCOME

for the six months ended 30 June 2010

		JSE Group			Investor Protection Funds*		
		six months ended 30 June		year ended 31 December	six months ended 30 June		year ended 31 December
	Note	**2010 (reviewed) R'000**	2009 (reviewed) R'000	2009 (audited) R'000	**2010 (reviewed) R'000**	2009 (reviewed) R'000	2009 (audited) R'000
Revenue	7	**623 301**	544 515	1 155 756	**—**	55	—
Other income		**21 102**	8 583	40 547	**11 299**	4 110	13 165
Personnel expenses		**(150 871)**	(129 272)	(318 632)	**—**	—	—
Other expenses		**(242 340)**	(217 720)	(491 774)	**(7 599)**	(6 453)	(13 142)
Profit/(loss) before net finance income		**251 192**	206 106	385 897	**3 700**	(2 288)	23
Finance income		**536 987**	736 322	1 325 473	**4 393**	2 400	7 518
Finance costs		**(493 337)**	(677 789)	(1 221 347)	**—**	—	—
Net finance income		**43 650**	58 533	104 126	**4 393**	2 400	7 518
Share of profit of equity accounted investees (net of income tax)		**14 225**	13 223	27 937	**—**	—	—
Profit before tax		**309 067**	277 862	517 960	**8 093**	112	7 541
Income tax expense		**(101 508)**	(94 321)	(152 359)	**—**	—	—
Profit for the period		**207 559**	183 541	365 601	**8 093**	112	7 541
Other comprehensive income							
Net change in fair value of available-for-sale financial assets		**(7 865)**	1 474	38 187	**(7 865)**	1 474	38 187
Net change in fair value of available-for-sale financial assets transferred to profit or loss		**(9 229)**	(1 221)	(9 087)	**(9 229)**	(1 221)	(9 087)
Income tax on other comprehensive income		**—**	—	—	**—**	—	—
Other comprehensive (loss)/income for the period, net of income tax		**(17 094)**	253	29 100	**(17 094)**	253	29 100
Total comprehensive income/(loss) for the period		**190 465**	183 794	394 701	**(9 001)**	365	36 641
Profit/(loss) attributable to:							
Owners of the Company		**207 559**	183 539	367 244	**8 093**	112	7 541
Non-controlling interest		**—**	2	(1 643)	**—**	—	—
Profit for the period		**207 559**	183 541	365 601	**8 093**	112	7 541
Total comprehensive income/(loss) attributable to:							
Owners of the Company		**190 465**	183 792	396 344	**(9 001)**	365	36 641
Non-controlling interest		**—**	2	(1 643)	**—**	—	—
Total comprehensive income/(loss) for the period		**190 465**	183 794	394 701	**(9 001)**	365	36 641
Earnings per share							
Basic earnings per share (cents)		**244.1**	215.6	431.3	**9.5**	0.1	8.9
Diluted earnings per share (cents)		**240.4**	212.5	425.2	**9.4**	0.7	8.7

Investor Protection Funds comprises the JSE Guarantee Fund Trust, JSE Derivatives Fidelity Fund Trust and BESA Guarantee Fund Trust (the "Trusts").

The JSE maintains these Trusts for investor protection purposes as required under the Securities Services Act 36, of 2004. The JSE is required to consolidate the Trusts into the results of the Group in terms of International Financial Reporting Standards (IFRS). However, as these Trusts are legally separate from the JSE, neither the JSE nor its shareholders have any right to the net assets of these Trusts on winding up. In certain limited circumstances, the JSE is entitled to the income of the Trusts for investor protection purposes, with the approval of the Financial Services Board. For enhanced understanding, the Trusts have been shown separately, (before intercompany adjustments), although, for compliance with IFRS, the results form part of the Group financial statements.

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

for the six months ended 30 June 2010

	Attributable to equity holders of the Company									
	Share capital R'000	Share premium R'000	Non-distributable reserve R'000	BBBEE reserve R'000	JSE LTIS 2010 reserve R'000	Retained earnings R'000	Non-controlling interest R'000	Total exchange and subsidiaries R'000	Investor Protection Funds R'000	Total Group R'000
Group										
Balance at 31 December 2008 (audited)	8 514	162 779	10 058	165 503	—	799 141	—	1 145 995	227 497	1 373 492
Total comprehensive income for the period	—	—	—	—	—	183 427	2	183 429	365	183 794
Total transactions with owners	—	—	—	(4 469)	—	(159 000)	—	(163 469)	—	(163 469)
Non-controlling interest in BESA Group	—	—	—	—	—	—	1 619	1 619	—	1 619
Transfer to the BESA Guarantee Fund Trust*	—	—	—	—	—	(95 505)	—	(95 505)	95 505	—
Balance at 30 June 2009 (reviewed)	8 514	162 779	10 058	161 034	—	728 063	1 621	1 072 069	323 367	1 395 436
Balance at 31 December 2008 (audited)	8 514	162 779	10 058	165 503	—	799 141	—	1 145 995	227 497	1 373 492
Total comprehensive income for the year	—	—	—	—	—	358 060	—	358 060	36 641	394 701
Total transactions with owners	—	—	—	(5 311)	—	(158 158)	—	(163 469)	—	(163 469)
Non-controlling interest in BESA Group	—	—	—	—	—	—	1 643	1 643	—	1 643
Minority share of losses	—	—	—	—	—	—	(1 643)	(1 643)	—	(1 643)
Transfer to the BESA Guarantee Fund Trust*	—	—	—	—	—	(95 676)	—	(95 676)	95 676	—
Balance at 31 December 2009 (audited)	8 514	162 779	10 058	160 192	—	903 367	—	1 244 910	359 814	1 604 724
Total comprehensive income for the period	—	—	—	—	—	199 282	—	199 282	(8 817)	190 465
Transactions with owners, recorded directly in equity										
Contributions by and distributions to owners										
BBBEE reserve	—	—	—	(137)	—	137	—	—	—	—
Options lapsed transferred to retained earnings	—	—	—	(137)	—	137	—	—	—	—
Treasury shares (refer to note 6)	(48)	(32 056)	—	—	—	—	—	(32 104)	—	(32 104)
Treasury shares – share issue costs	—	(65)	—	—	—	—	—	(65)	—	(65)
Equity settled share based payments	—	—	—	—	1 711	—	—	1 711	—	1 711
Dividends paid to equity holders	—	—	—	—	—	(163 469)	—	(163 469)	—	(163 469)
Total contributions by and distributions to owners	(48)	(32 121)	—	(137)	1 711	(163 332)	—	(193 927)	—	(193 927)
Total transactions with owners	(48)	(32 121)	—	(137)	1 711	(163 332)	—	(193 927)	—	(193 927)
Balance at 30 June 2010 (reviewed)	8 466	130 658	10 058	160 055	1 711	939 317	—	1 250 265	350 997	1 601 262

** The transfer represents the isolation in the BESA Guarantee Fund Trust of the value on acquisition by the JSE of the Trust.*

CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION

as at 30 June 2010

	JSE Group			Investor Protection Funds		
	six months ended 30 June		year ended 31 December	six months ended 30 June		year ended 31 December
	2010 (reviewed) R'000	2009 (reviewed) R'000	2009 (audited) R'000	**2010 (reviewed) R'000**	2009 (reviewed) R'000	2009 (audited) R'000
Assets						
Non-current assets	**918 478**	802 548	874 301	**228 698**	191 674	239 536
Property and equipment	**84 222**	90 672	87 301	**—**	—	—
Intangible assets	**439 009**	378 138	382 749	**—**	—	—
Investments in equity accounted investees	**82 795**	78 163	92 874	**—**	—	—
Other investments	**228 701**	191 677	239 538	**228 698**	191 674	239 536
Derivative financial instruments	**2 268**	3 069	1 451	**—**	—	—
Due from the JSE Empowerment Fund Trust	**13 315**	—	—	**—**	—	—
Deferred tax asset	**68 168**	60 829	70 388	**—**	—	—
Current assets	**16 184 414**	14 987 542	15 702 377	**119 002**	132 909	122 584
Derivative financial instruments	**252**	—	—	**—**	—	—
Trade and other receivables	**172 928**	162 377	210 918	**719**	449	4 274
Income tax receivable	**34 064**	27 972	29 641	**—**	—	—
Due from group entities	**1 763**	—	—	**—**	—	2 200
Margin and collateral deposits	**15 069 020**	13 955 414	14 541 021	**—**	—	—
Cash and cash equivalents	**906 387**	841 779	920 797	**118 283**	132 460	116 110
Total assets	**17 102 892**	15 790 090	16 576 678	**347 700**	324 583	362 120
Equity and liabilities						
Total equity	**1 601 262**	1 395 436	1 604 724	**347 049**	323 367	357 888
Non-current liabilities	**204 965**	216 008	195 258	**—**	—	—
Finance lease	**2 046**	1 459	3 333	**—**	—	—
Employee benefits	**75 241**	57 046	64 625	**—**	—	—
Deferred tax liability	**5 380**	25 252	5 587	**—**	—	—
Operating lease liability	**67 808**	73 455	70 529	**—**	—	—
Provision for onerous contract	**4 049**	—	—	**—**	—	—
Investor Protection Levy	**49 391**	47 811	50 165	**—**	—	—
Loans and borrowings	**—**	10 000	—	**—**	—	—
Due to SAFEX members	**1 050**	985	1 019	**—**	—	—
Current liabilities	**15 296 665**	14 178 646	14 776 696	**651**	1 216	4 232
Trade and other payables	**169 097**	178 312	159 762	**324**	1 216	3 061
Employee benefits	**53 106**	40 076	70 571	**—**	—	—
Operating lease liability	**5 442**	4 844	5 342	**—**	—	—
Due to group entities	**—**	—	—	**327**	—	1 171
Margin and collateral deposits	**15 069 020**	13 955 414	14 541 021	**—**	—	—
Total equity and liabilities	**17 102 892**	15 790 090	16 576 678	**347 700**	324 583	362 120

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS

for the six months ended 30 June 2010

	JSE Group			Investor Protection Funds		
	six months ended 30 June		year ended 31 December	six months ended 30 June		year ended 31 December
	2010 (reviewed) R'000	2009 (reviewed) R'000	2009 (audited) R'000	**2010 (reviewed) R'000**	2009 (reviewed) R'000	2009 (audited) R'000
Net cash inflow from operating activities	**216 871**	185 965	354 561	**1 037**	3 727	558
Net cash (used in)/from investing activities	**(65 976)**	(127 041)	(209 621)	**2 972**	98 067	86 901
Net cash outflow from financing activities	**(165 305)**	(163 486)	(170 484)	**(1 836)**	—	(2 015)
Net (decrease)/increase in cash and cash equivalents	**(14 410)**	(104 562)	(25 544)	**2 173**	101 794	85 444
Cash and cash equivalents at beginning of period	**920 797**	946 341	946 341	**116 110**	30 666	30 666
Cash and cash equivalents at end of period	**906 387**	841 779	920 797	**118 283**	132 460	116 110

A full version of this announcement can be found at www.jse.co.za

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

for the six months ended 30 June 2010

1. Reporting entity#

JSE Limited (the "Company", the "JSE" or the "Exchange") is a company domiciled in the Republic of South Africa. The condensed consolidated interim financial statements of the Company as at and for the six months ended 30 June 2010 comprise the Company and its subsidiaries (together referred to as the "Group") and the Group's interests in associates. The JSE is licensed as an exchange in terms of the Securities Services Act, No 36 of 2004.

2. Statement of compliance#

These condensed consolidated interim financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS), IAS 34, Interim Financial Reporting and the AC 500 series pronouncements issued by the Accounting Practices Board of SAICA. They do not include all of the information required for full annual financial statements and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2009.

These condensed consolidated interim financial statements were approved by the Board of Directors on 17 August 2010.

3. Significant accounting policies#

a) Change in accounting policies

The accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2009.

b) Accounting policies for new transactions and events

The JSE LTIS 2010 Trust was formed for the benefit of the Group to incentivise its employees. The purpose of this Trust is limited to the purchase, holding and disposal of shares in terms of the JSE LTIS 2010 Scheme, (the "Scheme"), as well as to administer the Scheme. The JSE LTIS 2010 Trust meets the definition of a special purpose entity and is required to be consolidated in terms of SIC 12, Consolidation of Special Purpose Entities. IFRSs do not provide specific guidance on the treatment in the Company's separate financial statements of contributions to a trust to enable the trust to purchase shares in the market. Consequently the JSE has elected to treat the JSE LTIS 2010 Trust as an agent of the JSE.

4. Comparative figures#

Where necessary, comparative figures have been reclassified to conform to changes in presentation as reported in the consolidated financial statements as at and for the year ended 31 December 2009. Refer to notes 5 and 7. Unless otherwise indicated comparative figures refer to the six months ended 30 June 2009.

5. Operating segments#

Information about reportable segments

	Equity division[1] R'000	Equity derivatives[2] R'000	Commodity derivatives R'000	Interest rate market R'000	Information sales R'000	Other R'000	Total R'000
For the period ended 30 June 2010 External revenues	394 671	58 354	20 573	16 390	58 703	74 610	623 301
For the period ended 30 June 2009 External revenues	342 805	58 660	17 756	1 226	55 133	68 935	544 515
For the period ended 31 December 2009 External revenues	725 674	116 175	41 241	16 433	108 773	147 460	1 155 756

[1]Comprises equities trading fees, risk management, clearing and settlement fees, membership fees, issuer services and technology services (BDA).This amount includes approximately R7.0 million in respect of interest rate issuer fees.

[2]Includes approximately R5.0 million in respect of currency derivatives which was included in the Interest rate market in the comparable period in June 2009.

6. JSE LTIS 2010 Trust#

A new long term incentive scheme was approved by shareholders at the annual general meeting in April 2010. This new scheme ("LTIS 2010") replaces the previous long term schemes operated by the JSE, and accordingly, no further tranches will be awarded under these earlier schemes. Tranches already awarded under the previous schemes will run their normal course.

Scheme objective and design

The objective of LTIS 2010 is to incentivise and retain selected senior employees of the JSE over rolling three- and four-year time horizons. To this end, LTIS 2010 comprises a retention component and a performance component, with the objectives, qualifying criteria and potential rewards applicable to each component being clearly distinguished. In particular, the performance component is intended to align the interests of scheme participants with the interests of JSE shareholders.

LTIS 2010 is a full-value, restricted share scheme which provides scheme participants with exposure to JSE shares, these shares having been acquired on an annual basis in the open market by a trust established by the JSE. A scheme participant gets immediate beneficial ownership of the JSE shares from the date of the award, although this beneficial ownership is subject to restrictions; and possible forfeiture where a participant leaves the employ of the JSE or the relevant JSE corporate performance metrics are not achieved.

First allocation under LTIS 2010

Subsequent to receiving shareholder approval, the formalities relating to the establishment of LTIS 2010 and the associated Trust were completed, and the Human Resources Committee of the Board approved the first share allocation under the rules of the scheme. Approval for the individual allocations and clearance to acquire the JSE shares was granted by the Board, and all individual allocations were accepted by scheme participants on or about 25 May 2010.

The following assumptions, using Black-Scholes valuation methodology, were used to calculate the share based payment charge of R1.7 million (2009: Rnil).

	Retention shares	Performance shares
Base price (Rand per share)	66.48	66.48
Total number of shares granted	327 400	155 500
Dividend yield	3.00%	3.00%
Vesting dates:		
50% of the shares awarded vesting on 1 May 2013	163 700	77 750
50% of the shares awarded vesting on 1 May 2014	163 700	77 750

Vesting of first allocation

All shares awarded under LTIS 2010 are held in trust and are restricted until all vesting conditions are fulfilled whereupon the shares vest. Should the vesting conditions not be fulfilled, the share awards are forfeited.

The performance metrics applicable to the performance shares recognise the JSE's long term institutional role and incentivise management to develop successful longer-term strategies that will contribute to sustainable growth in shareholder value.

Members of the JSE's key executive personnel, have been granted 124 100 retention shares and 155 500 performance shares.

7. Revenue#

	six months ended 30 June		year ended 31 December
	2010 (reviewed) R'000	2009 (reviewed) R'000	2009 (audited) R'000
Revenue			
Equity derivatives fees	**53 336**	53 732	106 700
Commodity derivatives fees	**20 573**	17 756	41 241
Equities trading fees	**164 826**	145 267	309 980
Currency derivatives	**5 018**	4 928*	9 475
Interest rate market	**16 390**	1 226	16 433
Risk management, clearing and settlement fees	**92 895**	76 187	163 663
Information sales	**58 703**	55 133	108 773
Membership fees	**4 367**	4 151	8 360
Issuer services	**45 830**	39 011	78 853
Technology services (BDA)	**86 753**	78 189	164 818
Funds management	**22 454**	25 567	49 630
Total revenue before Strate ad valorem fees	**571 145**	501 147	1 057 926
Strate ad valorem fees	**52 156**	43 368	97 830
Total revenue	**623 301**	544 515	1 155 756

**This amount was reported in the June 2009 interim results as part of the Interest rate market division.*

8. Headline and diluted headline earnings per share#

	six months ended 30 June		year ended 31 December
	2010 (reviewed) R'000	2009 (reviewed) R'000	2009 (audited) R'000
Reconciliation of headline earnings:			
Profit for the period attributable to Owners of the Company	**207 559**	183 539	367 244
Adjustments are made to the following:			
Loss on sale of property and equipment	**15**	—	107
Impairment of goodwill	**—**	—	158
Impairment of monies due from related entities	**—**	—	329
Impairment of intangible assets	**—**	—	27 286
Impairment of available-for-sale securities	**—**	2 113	2 113
Remeasurement included in equity accounted earnings of associates	**—**	—	200
Profit on realisation of available-for-sale instruments	**(9 229)**	(1 655)	(9 087)
Headline earnings	**198 345**	183 997	388 350
Headline earnings per share (cents)	**233.3**	216.1	456.1
Diluted headline earnings per share (cents)	229.7	213.0	449.6

9. Contingent liabilities and commitments#

There were no changes to the contingent liabilities and commitments as reported in the consolidated financial statements as at and for the year ended 31 December 2009, except as noted below.

a) Commitments

As a result of the JSE's acquisition of BESA, the Company assumed the obligations in respect of the lease of a building at Melrose Arch and accounts for the lease as an operating lease. The lease was renewed for a further five year period during 2007 and terminates on 30 June 2012. The premises are not fully occupied. The lease payments escalate at 10% per annum. Management views the lease contract as onerous as it expects the cost of meeting the obligations under the contract to exceed the associated expected economic benefits. Consequently, the present obligation of R4.0 million was recognised and accounted as a provision during the period.

Review conclusion

KPMG Inc., the Company's independent auditor, has reviewed the condensed consolidated interim financial statements contained in this interim report and has expressed an unmodified conclusion on the condensed consolidated interim financial statements. Their review report is available for inspection at the company's registered office.

The condensed consolidated financial results include the consolidated statement of financial position at 30 June 2010, the consolidated statement of comprehensive income and the condensed consolidated statements of changes in equity and cash flows for the six months then ended and selected explanatory notes. Selected explanatory notes are marked with a #.

BASTION GRAPHICS