



## Tradition SEF, Inc.

### Notice to Participants 14-12

June 11, 2014

**To** : Tradition SEF Authorized Representatives  
**From** : Tradition SEF Operations and Compliance

### **NOTICE OF MANDATORY EXECUTION OF USD INTEREST RATE SWAP SPREAD OVER TRADES**

Please be advised that for package transactions in which at least one component is a MAT Swap and all other components are U.S. Treasury securities (each such package transaction, a “USD Interest Rate Swap Spread Over Trade”), CFTC directed mandatory execution of each MAT Swap component begins on June 16, 2014.

For the purposes of participation on the Tradition SEF Trad-X IRS Platform, a Participant, or a Customer of a Participant, that enters into USD Interest Rate Swap Spread Over Trades must: (1) be a Netting Member or Comparison-Only Member of the Fixed Income Clearing Corporation (“FICC”), a clearing agency registered with the Securities and Exchange Commission, or (2) be an Executing Firm (as defined in FICC rules) and have a relationship with a Submitting Member of FICC permitting the Treasury component of its Spread Over Trades to be submitted to FICC for Netting or Comparison under FICC rules.

Participants expecting to engage in USD Interest Rate Swap Spread Over Trades are required to complete and return the form “*Mandatory Execution of USD Interest Rate Swap Spread Over Trades Representation*” prior to June 16<sup>th</sup>. Please contact [tradsefOB@tradition.com](mailto:tradsefOB@tradition.com) for a copy of the form.

Should you have any questions or require further information regarding this requirement, please contact one of the representatives listed below.

For SEF administrative or compliance questions please contact:

**Eric Earnhardt, CCO:** (212) 791 3497 or [eric.earnhardt@tradition-na.com](mailto:eric.earnhardt@tradition-na.com)

**Jeff Mehan, CAO:** (212) 943 4567 or [jeff.mehan@tradition.com](mailto:jeff.mehan@tradition.com)

Legal questions may be addressed to:

**Scot Halvorsen, Sr. Regulatory Counsel:** (212) 377 2337 or [scot.halvorsen@tradition.com](mailto:scot.halvorsen@tradition.com)