



Tradition SEF, Inc.

Notice to Participants 16-18

September 16, 2016

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

RE: CFTC SUBMISSION NO. 2016-07 - AMENDMENTS TO TRADITION SEF RULEBOOK:

- 1) **ADDITION OF JAPAN SECURITIES CLEARING CORPORATION AS A CLEARING HOUSE**
- 2) **REMOVAL OF LCH.CLEARNET LLC AS A DCO**
- 3) **REMOVAL OF THE VOLBROKER FX OPTIONS PLATFORM**

Authorized Representatives:

Pursuant to Section 5c(c) of the Commodity Exchange Act, as amended (the "Act"), and Commodity Futures Trading Commission ("CFTC" or the "Commission") Regulation 40.6, Tradition SEF, Inc. ("Tradition SEF") has filed CFTC Submission No. 2016-07, to amend Tradition SEF Rules 504, 512 and to remove the Volbroker FX Options Platform from Tradition SEF and related removal of the Volbroker FX Options Platform Supplement from Tradition SEF Rulebook, all effective October 3, 2016.

Tradition SEF has posted a copy of CFTC Submission No. 2016-07, a notice of pending certification with the Commission, and clean and redline versions of the Tradition SEF Rulebook to its website at <http://www.traditionsef.com/regulatory/>, concurrent with the filing of this submission with the Commission.

- 1) Tradition SEF will offer the availability of Japan Securities Clearing Corporation ("JSCC") as an approved clearing house for certain interest rate swaps, effective September 16, 2016. Products offered for clearing through JSCC are delineated in the revised Appendix A to the Tradition SEF Rulebook, which is posted to the Tradition SEF website. Participants must have a clearing arrangement with JSCC to avail themselves of this service.
- 2) Effective August 30, 2016, LCH.Clearnet LLC is no longer an approved DCO of Tradition SEF. Effective June 23, 2016, LCH.Clearnet closed its SwapClear US Service. This does not affect the clearing of SEF transactions through LCH.Clearnet Ltd.
- 3) Effective October 1, 2016 Tradition SEF will no longer utilize the Volbroker Platform for the execution of FX Options. FX Option execution from October 3, 2016 going forward will be facilitated through the Tradition SEF BrokerSuite FXO portal. Separate communications with individual Authorized Representatives at affected Participants regarding this change will be forthcoming. Tradition SEF is effecting this change to provide more efficient access to SEF execution under the Dodd-Frank Act and CFTC open access mandates and to achieve operational efficiencies.



Tradition SEF, Inc.

Tradition SEF, through its submission to the CFTC, certifies that the rule amendments comply with the Act and the Commission's regulations promulgated thereunder.

Please address any specific inquiries about these changes to TradSefOB@tradition.com.

For SEF compliance or administrative questions please contact:

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For legal matters, please contact:

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