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**Cantor Clearinghouse
Rule Change 2010-5
October 6, 2010**

1. The text of the rule changes are found on page 18 of the attached copy of the Cantor Clearinghouse, L.P. Rulebook. Additions are underlined, deletions are indicated in a text bubble.
2. The proposed effective date is November 22, 2010, taking into account that Cantor Clearinghouse, L.P.'s Petition to Modify the Commission Order Registering Cantor Clearinghouse, L.P. as a Derivatives Clearing Organization, issued on April 20, 2010 must be granted prior to the amendment of Rule IV-3 becoming effective.
3. No opposing views were expressed with respect to the proposed rule changes by governing board or committee members or market participants.

EXPLANATION OF THE OPERATION, PURPOSE AND EFFECT OF THE PROPOSED
RULE

The amendments to Cantor Clearinghouse, L.P. ("Cantor Clearing") Rule IV-3 is intended to substitute a rule of general applicability with respect to the setting of initial margin for one that is specific related to the clearing of the Domestic Box Office Receipt Contract, which is no longer permitted to be traded under the Act.

By a separate Petition that is being filed at the same time as this rule amendment, Cantor Clearing Petitioned the Commission to modify its Order of Registration of Cantor Clearinghouse, L.P., issued April 20, 2010, by removing conditions 1, 2 and 3(d) from the Order. As explained in that Petition, the Order of Registration was limited in scope, permitting Cantor Clearing to clear only media-related contracts, generally, and the Domestic Box Office Receipts Contract, specifically.

However, Cantor Clearing's application for registration as a DCO was not limited in scope to clearing the DBOR contract. Cantor Clearing understands that the conditions limiting the scope of the Registration Order to clearing media-related contracts were based upon the Division of Clearing and Intermediary Oversight limiting the scope of its review to issues involving the DBOR contract and were not the result of an affirmative finding with respect to Cantor Clearing's ability to meet the Core Principles for Operation of a DCO as a matter of general applicability. In light of the enactment of Section 721 of the Dodd-Frank Wall Street Transparency and Accountability Act excluding motion picture receipts (along with onions) from the definition of "commodity" under section 1a of the Commodity Exchange Act, Cantor Clearing (and Cantor Futures Exchange, L.P.) have determined to list contracts on other commodities for trading and for clearing and has Petitioned the Commission to modify the Order

of Registration to remove the conditions limiting Cantor Clearing's ability to clear futures and option contracts on non-media-related commodities.

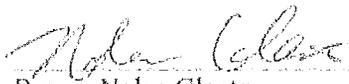
Specifically, the Cantor Futures Exchange ("Exchange") and Cantor Clearing are ready to list for trading and clear the first such contract, the Cantor Foreign Exchange Rate Spot Index Daily Futures and Binary Flex Option Contracts, and the Exchange is certifying these contracts for listing under Commission Rule 40.6 under separate cover.

In light of these filings, Cantor Clearing is requesting Commission approval under 17, C.F.R. §40.5 for its revised rule of general applicability with respect to the setting of original margin. The effect of the revised rule is to remove margin requirements that were specific to the clearing of the Cantor Domestic Box Office Receipts Contract and to replace it with language of general applicability that provides that margins shall be established as determined by the Board of Directors from time to time. This is consistent with industry practice and the rules of other clearinghouses.

This will benefit the market by enabling another trading/clearing venue to list/clear futures and option contracts in the U.S., creating additional competition in the trading/clearing of futures products.

CERTIFICATION PURSUANT TO SECTION 5c OF THE
COMMODITY EXCHANGE ACT, 7 U.S.C. §7A-2 AND
COMMODITY FUTURES TRADING COMMISSION RULE 40.6,
17 C.F.R. §40.6

I hereby certify that the foregoing rule amendments comply with the
Commodity Exchange Act, 7 U.S.C. §1 *et seq.* and regulations
thereunder.


By: Nolan Glantz
Title: Chief Operations Officer
Dated: 10/6/2010
