



Via Portal Submission

March 19, 2015

Christopher J. Kirkpatrick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21st Street, N.W.  
Washington, D.C. 20581

Re: OneChicago, LLC Rule Submission  
New OCX Rule 516 & NTM 2015-7  
(OCX Submission Number 15-002)

Dear Mr. Kirkpatrick:

Pursuant to section 5c(c)(1) of the Commodity Exchange Act, as amended (the “Act”), and § 40.6(a) of the regulations promulgated by the Commodity Futures Trading Commission (“CFTC” or the “Commission”) under the Act, OneChicago, LLC (“OneChicago,” “OCX,” or the “Exchange”) hereby submits the following rule amendment and associated Notice to Members (“NTM”) 2015-7, which will become effective on April 6, 2015.

OneChicago is proposing to amend its Rulebook to add new OCX Rule 516. New OCX Rule 516 will codify the requirement that OneChicago Clearing Members submit to the Exchange account information related to reportable positions in OneChicago Contracts. OneChicago currently requires such reporting, but has not previously codified this requirement in the OCX Rulebook.

OneChicago is concurrently issuing NTM 2015-7. The purpose of NTM 2015-7 is to make market participants aware of new OCX Rule 516. Additionally, NTM 2015-7 informs market participants that OneChicago will require firms to submit Form 102 data to the Exchange electronically. The NTM then describes how firms will be expected to report Form 102 data to the Exchange electronically. Finally, the rule amendment amends the contract specifications for each OneChicago product to provide the reportable trading volume, which the CFTC’s new Ownership and Control Reports (“OCR”) rule has defined as 50 or more contracts during a single trading day.

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The purpose and effect of the rule amendment NTM is to inform market participants of new OCX Rule 516 and to require market participants to submit Form 102 data to the Exchange electronically, in a manner generally consistent with the CFTC's OCR rule. Comments on this NTM have not been solicited and none have been received. OneChicago is not aware of any substantive opposing views to this NTM. OneChicago certifies that the NTM complies with the Act, including the core principles, and the Commission's regulations promulgated thereunder. OneChicago further certifies that a copy of this submission has been posted on the [OneChicago website](#).

OneChicago staff has reviewed the core principles applicable to designated contract markets ("DCMs"), and has concluded that the proposed NTM may have some bearing upon the following core principles:

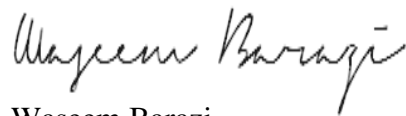
*Core Principle 4:* Core Principle 4 requires that a DCM have the capacity and responsibility to prevent manipulation, price distortion, and disruptions of the delivery or cash-settlement process through market surveillance, compliance, and enforcement practices and procedures, including: (a) Methods for conducting real-time monitoring of trading; and (b) Comprehensive and accurate trade reconstructions.

*Core Principle 5:* Core Principle 5 requires that a DCM adopt position limitations or position accountability to reduce the potential threat of market manipulation or congestion.

This rule amendment and associated NTM supports Core Principles 4 and 5 in that it furthers OneChicago's ability to meet its self-regulatory obligations.

If you have any questions or comments related to this filing, please feel free to contact me by telephone at (312) 424-8524 or through e-mail at [wbarazi@onechicago.com](mailto:wbarazi@onechicago.com).

Respectfully Submitted,



Waseem Barazi  
Chief Regulatory Officer

Encl: Attachment A  
Attachment B

**Attachment A**

**516. Ownership and Control Reports**

Clearing Members shall report to the Exchange in a form and manner prescribed by the Exchange reportable positions and related information relating to Exchange Contracts that Clearing Members are required to report to the Commission pursuant to Commission regulations.

\* \* \*

**905. Form of Specifications Supplement <sup>\*, \*\*, \*\*\*</sup>**

Supplement No. __ Title of Single Stock Future: _____		
Underlying Security:		
Futures Symbol:		
OCX Code:		
Type of Underlying Security:	[common stock][American Depositary Receipt] [share of exchange traded fund] [trust issued receipt] [share of closed-end management investment company] [other]	
Trading Hours:		
Delivery Months:	Any calendar month up to two years.	
Physical Delivery Settlement Cycle:		
Termination Dates:		
Trading Unit:	_____ shares of the Underlying Security	
Minimum Price Fluctuation:	\$0.0100 per share, equal to \$_____ per Contract for non-block and non EFP trades \$0.0001 per share, equal to \$_____ per Contract for block and EFP trades	
Legal Width Market:	<b><u>Common Stock Price</u></b>	<b><u>Legal Width</u></b>
	share price < \$10	\$.25
	\$10 < share price < \$50	\$.50
	\$50 < share price	\$1.00
Position Limit or Position Accountability:	As set forth in Schedule A to Chapter 4 as amended from time to time by the Exchange.	
Reportable Position:	200 Contracts	
Reportable Trading volume:	50 Contracts	

\* \* \*

**1005. Form of Specifications Supplement**

Supplement No. __ Title of Stock Index Future: _____	
Underlying Securities (including numbers of values thereof):	
Weighting Methodology:	
Trading Hours:	
Delivery Months:	
Termination Dates:	
Minimum Price Fluctuation:	\$0.01 per Contract
Legal Width Market:	
Position Limit:	During the last five trading days,            Contracts
Reportable Position:	
<u>Reportable Trading Volume:</u>	
Daily Price Limit:	
Time Period for Reporting Block Trades:	Without delay
Last Day of Trading:	
Delivery Day:	
Depository for Underlying Securities:	
Other Specifications:	

**Attachment B**

(See Following Page)

Date: March 19, 2015

Re: New OCX Rule 516  
OneChicago Ownership and Control Reports

Effective Date: OCX Rule 516 – April 6, 2015  
Electronic Form 102A and 102B Submissions – December 30, 2015

OneChicago, LLC (“OneChicago” or “OCX”) is issuing this Notice to Members (“NTM”) 2015-7 to (1) inform market participants that OneChicago is codifying in its Rulebook the requirement that Clearing Members report to OneChicago account information regarding reportable positions, and (2) implement the electronic submission of Form 102A and 102B data in conjunction with the Commodity Futures Trading Commission’s (“CFTC”) Ownership and Control Reports (“OCR”) rule.<sup>1</sup>

### **OCX Rule 516**

OneChicago is codifying in its Rulebook the requirement for Clearing Members to report to OneChicago account information relating to reportable positions. OneChicago has previously required the submission of such account data, but this requirement was not codified in the OCX Rulebook. OneChicago is now codifying this requirement as new OCX Rule 516. The text of new OCX Rule 516 is displayed below:

\* \* \*

### **516. Ownership and Control Reports**

Clearing Members shall report to the Exchange in a form and manner prescribed by the Exchange reportable positions and related information relating to Exchange Contracts that Clearing Members are required to report to the Commission pursuant to Commission regulations.

\* \* \*

### **OneChicago Ownership and Control Reports**

On November 18, 2013, the CFTC published its final OCR rules. OneChicago will begin requiring submission of Form 102 information in the same format as will be required by the CFTC. This NTM is being issued to provide market participants with OCR information and guidance.

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<sup>1</sup> CFTC, Ownership and Control Reports, Forms 102/102S/40/40S and 71; Final Rule 78 FR 69178 (Nov. 18, 2013).

OCR submissions by market participants must be made electronically in one of two ways. For firms participating in FIA Technology Services, Inc.'s ("FIA Tech") OCR solution, submissions will be sent from FIA Tech to OneChicago on behalf of those firms. For firms not participating in the FIA Tech OCR solution, OneChicago will establish a secure file transfer protocol ("SFTP") directory to which the non-participating firms must submit Form 102 information in the same format as is required by the CFTC. Each OneChicago Clearing Member must notify OneChicago whether it will participate in the FIA Tech OCR solution or whether it will submit the Form 102 information to OneChicago electronically via SFTP.

### Required Reporting to OneChicago

OneChicago will require electronic filing of the following forms:

- **New Form 102A:** This form collects information with respect to position-based special accounts. A special account is any account with a reportable position. The OneChicago exchange level reportable position for Form 102A is two hundred (200) contracts in any security futures product (overlying either an individual equity security or narrow-based security index). Form 102A must be submitted to OneChicago by 9:00 a.m. CT on the business day following the date on which a special account becomes reportable. OneChicago will begin requiring the electronic submission of New Form 102A on December 30, 2015.
- **New Form 102B:** This form requires the transaction-based reporting of trading accounts that have daily trading volume that exceeds a specified level in a single trading day, regardless of whether the accounts maintain positions at the end of the day. The OneChicago exchange level reportable position for Form 102B is fifty (50) contracts in any security futures product (overlying either an individual equity security or narrow-based security index) with the same product identifier. Form 102B must be submitted to OneChicago by 9:00 a.m. CT on the business day following the date on which a volume threshold account becomes reportable. OneChicago will begin requiring the electronic submission of New Form 102B on December 30, 2015.

OneChicago is currently accepting and processing test files for OCR submission and providing feedback identifying potential errors. Market participants not participating in the FIA Tech OCR solution may begin testing their SFTP submissions immediately.

Test files should be named as follows, submitted via FTP, and placed in the SFTP directory that OneChicago assigns to your firm:

OCR\_XONE\_XXX\_YYMMDD\_HHMMSS\_TEST.xml, where **XXX** is the firm's CFTC\_ID.

Please note the following:

- OneChicago's reportable levels are lower than the CFTC's reportable levels and therefore a Form 102A may be required by OneChicago earlier than the CFTC would require.
- OneChicago will require Clearing Members and omnibus accounts to submit Form 102A and all related accounts as well as Form 102B accounts.
- Clearing Members that trade *solely* on a proprietary basis and that do not maintain any customer accounts are not required to submit Form 102 data to the Exchange electronically. Such Clearing Members may submit their account information on a legacy Form 102.

Any questions regarding OneChicago's new Rule 516 or its OCR requirements should be directed to Waseem Barazi, Chief Regulatory Officer at (312) 424-8524 or [wbarazi@onechicago.com](mailto:wbarazi@onechicago.com). Any questions regarding testing and submitting Forms 102A and 102B should be directed to Jeff McGill, Technology Department at (312) 424-8518 or [jmcgill@onechicago.com](mailto:jmcgill@onechicago.com).