

TRADITION SEF PLATFORM SUPPLEMENT 3

StreamGlobal – CREDIT DEFAULT SWAP TRADING PLATFORM

(“StreamGlobal Platform”)

This StreamGlobal Platform Supplement to the Tradition SEF Rulebook (the **“Rulebook”**) sets forth additional terms and conditions which shall apply exclusively to participation in and trading on the StreamGlobal Platform and such terms and conditions are incorporated by reference into the Rulebook.

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CHAPTER 1 - GENERAL PROVISIONS

Rule S3-101. Definitions and Interpretation

In addition to the definitions set forth in the Rulebook in these rules, the following terms shall have the meanings set forth below. When used herein, the term Participant refers only to a Participant who has been granted Trading Privileges on the StreamGlobal Platform by Tradition SEF, and the terms Customer, Broker Firm Participant, Authorized Trader and Authorized Broker refer only to such Persons who have been granted access to the StreamGlobal Platform.

Auction	means the functionality on the System for an order matching facility at a fixed price and for defined periods to be determined by Tradition SEF in accordance with this StreamGlobal Platform Supplement, during which Participants may submit orders to an auction process to be matched against other orders, but provided that ongoing market data dissemination shall not be made in respect of submitted orders, unless and until such order is matched with another order submitted to the System.
Financial Products	means the financial instruments admitted to trading on the StreamGlobal Platform, as may be amended from time to time, and as described in in Appendix 1 to this StreamGlobal Platform Supplement.
StreamGlobal Platform	means the StreamGlobal Platform market operated by Tradition SEF.
StreamGlobal Platform User Agreement	means the StreamGlobal Platform User Agreement governing access by Participants to the StreamGlobal Platform.
System	means the StreamGlobal electronic trading system operated and governed by Tradition SEF for the purpose of the StreamGlobal Platform (the "System").
Trading Day	means the dates and times described in Rule S3-411 of this StreamGlobal Platform Supplement.
Transaction	means a matched Swap transaction in one of the Financial Products.

References to statutes, statutory instruments, rules of a regulatory authority or provisions thereof shall be construed as references to any of the foregoing as they may be amended, extended varied or replaced from time to time.

Unless the context otherwise requires, words denoting the singular shall include the plural and vice versa.

Rule S3-102. **Application**

This StreamGlobal Platform Supplement, in conjunction with the StreamGlobal Platform User Agreement and Tradition SEF Rulebook, set out the terms and conditions which shall apply to participation in and trading on the StreamGlobal Platform for all Participants and Customers in order to ensure orderly operation of the relevant market(s) operated by Tradition SEF. For the avoidance of doubt, any Rule contained in this StreamGlobal Platform Supplement, to the extent that there is any conflict, shall take precedence over similar Rules in the Rulebook when associated with business conducted on the StreamGlobal Platform.

The StreamGlobal Platform enables Participants or Customers to participate in trading Financial Products by means of the System.

Rule S3-103. **Amendments**

Tradition SEF has the right to amend, extend, vary or supplement the StreamGlobal Platform Supplement from time to time to the extent necessary or desirable in light of prevailing market conditions.

Participants or Customers shall be notified of any changes at least ten (10) Business Days prior to the effective date thereof, unless a short-term action of Tradition SEF becomes necessary due to particular market conditions.

Any amendments, modifications, extensions or variations to this StreamGlobal Platform Supplement shall be notified to Participants or Customers' Authorized Traders by way of a Participant Notice issued by Tradition SEF.

Rule S3-104. **The StreamGlobal Platform**

Order Entry

(a) Electronic Orders

An Order may be submitted by electronic means directly to the StreamGlobal Platform Order Book by a Participant, a Customer authorized by a Participant, or by a Broker Firm Participant authorized to act on behalf of a Customer or Participant.

(b) Non-Electronic Orders

An Order, other than an Order described in (a) above, may be submitted to the StreamGlobal Platform by a Participant, a Customer authorized by a Participant, or a Broker Firm Participant that is authorized by a Participant or Customer to act on their behalf. Such Orders may be submitted to the StreamGlobal Platform either directly or via a SEF Execution Specialist.

(c) Electronic Work-Up

(i) At the point of execution of a Transaction on the StreamGlobal Platform, either of the Participants or Customers who are counterparties to the Transaction can request a work-up of the Transaction.

(ii) Should one Participant or Customer request a work-up, the opposing Participant or Customer to the original Transaction will be given priority in the work-up process on the basis that no existing Order in the Order Book presently meets the execution price of the original Transaction.

- (iii) Should the opposing Participant or Customer decline the opportunity to participate in the workup process, and the workup request is still valid, the offer of a workup will be extended to all other Participants or Customers on the StreamGlobal Platform.
 - (iv) Should no Participant or Customer on the StreamGlobal Platform accept the offer of workup, the workup process at that point shall be terminated.
- 2. The StreamGlobal Platform enables Participants or Customers admitted to trading to enter into Transactions electronically by use of the System in the manner provided in the Rules.
- 3. Subject to this StreamGlobal Platform Supplement and as set out in associated Appendices contained herein and other relevant provisions of the Rules in the Rulebook, the System will display all prices and automatically selects the best price in terms of highest bid and lowest offer prices and if there are two identical bid or offer prices then priority will strictly be given to the earlier price submitted to the System. A price is valid until deleted either by the Participant or Customer who submits it or a Broker Firm Participant who is registered with Tradition SEF and is authorized by a Participant or Customer to act on their behalf or the System at the end of the Trading Day.
- 4. Parties to Transactions shall remain anonymous to each other on the System prior to the matching of a Transaction, but immediately following execution of such Transaction the Parties who are the principal party to that Transaction shall be made known to one another by electronic confirmations from the System.
- 5. Such electronic confirmation from the StreamGlobal Platform to each Participant or Customer who is a party to such Transaction shall contain all relevant information on that Transaction including, but not limited to, stated time of the Transaction, size of the Transaction, the price at which the Transaction was executed, the currency of the Transaction and the counterparty to the Transaction.

CHAPTER 2 - PARTICIPATION IN THE STREAMGLOBAL PLATFORM

Rule S3-201. **Application Procedure**

In addition to the Participant application process set forth in Rules 302, 303 and 304 of the Rulebook, Participants or Customers with Direct Customer Access are required to execute a StreamGlobal Platform User Agreement.

Rule S3-202. **Eligibility**

In addition to the Participant criteria requirements set forth in Rules 302, 303 and 304 of the Rulebook, an applicant to participate on the StreamGlobal Platform must have technical and organizational facilities sufficient (in the opinion of Tradition SEF) for the orderly settlement of product Transactions to be assured and must meet the technical requirements for connection to the StreamGlobal Platform. Tradition SEF must be satisfied that the applicant has or will have sufficiently completed any necessary connectivity, technical on-boarding and/or conformance testing prior to conducting business on the StreamGlobal Platform.

Rule S3-203. **Participant and Customer Obligations**

As set forth in Chapter 4 of the Rulebook.

Rule S3-204. **Access to the System**

As set forth in Chapter 3 of the Rulebook.

CHAPTER 3 – PRODUCTS TRADED ON THE STREAMGLOBAL PLATFORM

Rule S3-301. **Eligible Products**

Tradition SEF shall determine, as may be updated from time to time, which Financial Products shall be permitted to be traded on the StreamGlobal Platform and the protocols for Transactions to be entered.

Full details of Financial Products are set out in the applicable Financial Product Appendix and can also be found on the Tradition SEF website (www.traditionsef.com).

CHAPTER 4 - TRADING RULES

Rule S3-401. **Trading Days, Orders and Order Book**

Details of Trading Days, Orders and Order Book mechanics and specifications for each Financial Product tradable on the StreamGlobal Platform can be found in the applicable Financial Product Appendix.

Rule S3-402. **Crossing of Pre-Arranged Customer Orders**

In connection with an Order for a Financial Product, which is deemed to be a Required Transaction as defined by the CFTC, an Authorized Trader who seeks to execute against its Customer's Order, or an Authorized Trader or Authorized Broker acting on behalf of a Participant or Customer seeks to execute two of its Customer's Orders against each other through the Order Book, following some form of pre-arrangement or pre-negotiation of such orders, must first enter the first party's Order, allow such Order to be exposed to the market for a minimum of 15 seconds prior to entering the prearranged opposing Order, or for a period of time set forth in this StreamGlobal Platform Supplement or the Rulebook from time to time. During the exposure period, all Participants and Customers with access to the StreamGlobal Platform may transact on the first party's Order.

Rule S3-403. **Error Trades**

Product Transactions effected through the StreamGlobal Platform on behalf of a Participant or Customer by their Authorized Trader, or by their Broker Firm Participant's Authorized Broker, or by a Tradition SEF Execution Specialist, shall be binding on such Participant or Customer subject to Rule 538 of the Tradition SEF Rulebook.

Notwithstanding the foregoing, Tradition SEF may cancel a Transaction in accordance with the policy set out in Rule S3-404.

Rule S3-404. **System-Related Error Trades**

1. Tradition SEF may unilaterally cancel a Transaction where such transaction constitutes a "System-Related Error Trade".
2. For the purpose of this Rule S3-404, a System-Related Error Trade shall occur where, due to a malfunction of the StreamGlobal Platform, a Transaction is entered into:
 - (a) in the name of a Participant or Customer without the knowledge or authority of such a Participant or Customer;
 - (b) by a Participant's or Customer's Authorized Trader, or by their Broker Firm Participant's Authorized Broker, after a notification to disable such Authorized Trader's or Authorized Broker's access to the System has been received by Tradition SEF in accordance with the applicable procedures set forth in the StreamGlobal Platform User Agreement; or
 - (c) which is manifestly erroneous.
3. In the event that Tradition SEF becomes aware of a System-Related Error Trade or is notified by a Participant or Customer's Authorized Trader, Authorized Broker or a party's compliance representative of a System-Related Error Trade in accordance with this Rule S3-404 and has determined to cancel a Transaction pursuant to this Rule S3-404, Tradition SEF shall issue a

notice to all affected Participants or Customers' Authorized Traders specifying the affected counterparty(ies), Transaction details and timestamps (a "**System-Related Error Trade Cancellation Notice**"). In order for the procedures in this Rule S3-404 to apply, Tradition SEF shall issue a System-Related Error Trade Cancellation Notice as soon as practicable following the System-Related Error Trade coming to its attention and, no later than two (2) hours before the end of the operating times for the applicable Clearing House (as may set forth in the rules and procedures of such Clearing House) on the Trading Day on which the System-Related Error Trade is alleged to have occurred.

4. Any notification relating to a System-Related Error Trade shall be made by a Participant, Customer's Authorized Trader, Authorized Representative or a party's compliance representative to Tradition SEF at least 30 minutes before the cut-off time for Tradition SEF to send the System-Related Error Trade Cancellation Notice as set out in paragraph (3):
 - (a) by email to the Tradition SEF dedicated cancellation email address at **trading.operations@tradition-na.com** with a copy to **trading.operations@tradition.com** or, where communicated by phone, then confirmed by email promptly (and in any event no later than ten (10) minutes after the end of such phone communication); and
 - (b) all communications must be from one of the individuals listed in this Section 4.
5. All notifications from a Participant, Customer's Authorized Trader, Authorized Representative or a party's compliance representative (each a "Submitter") relating to a System-Related Error Trade must contain:
 - (i) Submitter's primary contact details (name and direct line);
 - (ii) all specific details of the Trade(s) ;
 - (iii) timestamps for each Trade; and
 - (iv) Submitter's reason for considering the Trade to be a System-Related Error Trade.
6. Within thirty (30) minutes after receiving a System-Related Error Trade Cancellation Notice issued by Tradition SEF, the Participants or Customers' Authorized Traders to the relevant Transaction may, jointly, agree, with the consent of Tradition SEF, that the Transaction does not constitute a System-Related Error Trade and should be considered a good trade (a "**Good Trade**"). Such Good Trades shall not be cancelled, however; all System-Related Error Trades that are not deemed Good Trades shall be cancelled by Tradition SEF in accordance with this Rule S3-404.
7. Where a System-Related Error Trade is to be cancelled, then Tradition SEF shall notify the counterparty(ies) of the cancellation of the Trade, the Trade shall be cancelled and a cancellation notice sent out to all Participants or Customers' Authorized Traders in respect of each such cancelled Trade.
8. No handling charge will be payable in respect of a cancellation caused by a System-Related Error Trade.
9. If there is insufficient time in the Trading Day for any of the provisions of this Rule S3-404 to be carried out, Tradition SEF and the relevant Participants or Customers shall use all reasonable endeavors (including within and in accordance with the rules of the applicable

Clearing House) to ensure that such procedures are completed prior to the commencement of trading on the next Trading Day or, if this is not possible, as soon as practicable after commencement of trading on the next Trading Day after the Trading Day on which the error event occurred.

Rule S3-405. Suspension of Trading

1. Tradition SEF may at any time suspend trading in whole or in respect of one or more Financial Product types, if it in its discretion considers such action necessary having regard to market conditions. Tradition SEF shall revoke the suspension of trading in whole or in respect of one or more Financial Product types if, in its opinion, the reason for such suspension has ceased to exist.
2. The decision of Tradition SEF regarding the suspension of trading of a Financial Product type is generally made after the end of the main trading phase and shall be made public to all Participants or Customers by electronic means prior to the commencement of the following Trading Day.
3. If trading in specific Financial Product types is suspended in whole or in part, no new orders or prices may be entered in respect of such Financial Product type for the duration of the suspension. Tradition SEF may, in the event of a suspension of trading, issue different instructions on a case-by-case basis.

Rule S3-406. Market Surveillance & Operations

1. Tradition SEF shall perform surveillance pursuant to the Rulebook and the Tradition SEF Compliance and Surveillance Manual.
2. Tradition SEF shall enforce compliance with these Rules and may take all measures necessary to ensure orderly trading and the smooth operation of the System.
3. In order to ensure orderly system functionality, the commencement of trading may, at the order of Tradition SEF, be postponed for the entire System or trading hours may be extended or shortened accordingly.
4. In the event of technical problems, Tradition SEF may, for individual or all Participants or Customers, temporarily suspend access to or trading in the System.
5. In the event of measures being taken which materially affect the operation of the System, the Participants or Customers affected thereby shall, to the extent possible, be promptly notified via the System or, in the case of a system failure, by other suitable electronic means.
6. If participation in trading on the StreamGlobal Platform is not possible to individual Participants or Customers due to individual technical disruptions, the System shall continue to be available to other trading Participants or Customers.

APPENDIX 1 - FINANCIAL PRODUCTS TRADEABLE ON THE STREAMGLOBAL PLATFORM

Rule S3-407. **Product types**

- (a) The full list of Credit Default Swap product types available for trading on Tradition SEF is available on www.traditionsef.com. Because a Credit Default Swap product is available for trading on Tradition SEF does not mean that the Product is available on the StreamGlobal Platform. A complete list of product types permitted to be traded on the StreamGlobal Platform is available upon request from Tradition SEF. Such products include, but are not limited to the following:
 - (i) Asset Class – CD: EM Index CDS (LatAm), CDX IG Tranches, CDX HY Tranches, CDX Options (IG, HY, etc.), North American Corporate Indices.

Market Integrity - The Platform shall provide the following functionality:

- (a) “House Limit”: means a maximum value assigned by the Participant and/or Clearing Firm by reference to Gross Notional which the Participant or Customer or Broker Firm Participant on behalf of Customer may execute on the Platform on a given Trading Day.
- (b) “Kill Switch”: means a control toggle allowing the Platform to disable all trading activity for a Participant or Customer or Broker Firm Participant on behalf of Customer, when such limits set for that Participant are exceeded. This will not affect Transactions entered into prior to activation of the House Limit Kill Switch.
- (c) Minimum Size Increments: Notional and minimum tick size checking in place depending on product.
- (d) Order Input Collar: Safety Checks for Price check of 10% deviation and Max trading size are in place depending on product.

Rule S3-408. **Orders**

- (a) Prices can be input for the products listed in paragraph Rule S3-407(a) above and shall remain valid, until changed or cancelled by the Participant or Customer. Orders entered in the System and not matched will be automatically cancelled at the end of the Trading Day.
- (b) Order Types and Price Conditions
 - (i) Limit: The order will be executed at a price that is no worse than that specified by the Participant or Customer.
 - (ii) Market: The Order will execute against any available orders in the opposite side of the book, on a price-time priority, until the order is fully executed or all liquidity exhausted, whichever comes first. Persistent market orders (i.e. Day, GTC, etc) will not be accepted. For the avoidance of doubt, market Orders will only be accepted if their Time In Force is FOK/IOC.

- (c) Time In Force
 - (i) Day: The order will be valid during the current normal trading session only.
 - (ii) GTD: The Order will participate in all normal trading sessions incurred until and including the specified date. The Order is cancelled at the end of the Trading Day on which it was submitted.
 - (iii) GTC: The Order will participate in all normal trading sessions until cancelled by the Participant or Customer. The Order is cancelled at the end of the Trading Day on which it was submitted.
 - (iv) IOC: All or part of the order will be executed immediately upon receipt. Any portions not executed immediately will be automatically cancelled.
 - (v) FOK: The Order will be executed in full immediately upon receipt, or cancelled. For the avoidance of doubt, if the order is not executable in full and immediately it will be cancelled, but full executions may be achieved through more than one fill.
 - (vi) TOP: The Order will participate in all normal trading sessions incurred until one better order is entered into the Order Book ("top that order"). The Order is cancelled at the end of the Trading Day on which it was submitted.
- (d) Internal "self trading" (i.e. matching bids and offers from the same Participant or Customer) is disabled on the System by default. The System will not permit matching of Orders from the same user.

Rule S3-409. **Order Book**

The Order Book contains all orders entered in the System by Participants or Customers. The Participants or Customers may view in the Order Book all Orders per Transaction. If an Order is matched it will be removed from the queue and only live Orders will be shown in the System. Orders not matched by the end of the Trading Day will automatically be cancelled and Participants or Customers must re-enter their Orders into the System on the next Trading Day.

Rule S3-410. **Trading Days**

- (a) Trading on the StreamGlobal Platform shall take place on each Trading Day. Tradition SEF reserves the right to determine additional Trading Days after prior announcement thereof to the Participants. "Trading Day" means the period from 0730 (AEST/ADST) to 1730 (EST/EDT) on every weekday other than Christmas Day, New Year's Day and other applicable holidays.
- (b) Trading on the StreamGlobal Platform will be available from Monday 0730 (AEST/ADST) to Friday 1730 (EST/EDT) or for such other periods as may be determined by Tradition SEF and made known to all Participants or Customer in accordance with Chapter 1, Rule S3-103.

APPENDIX 2 - FIXED PRICE AUCTIONS

Rule S3-411. **Fixed Price Auctions – Timings, Characteristics and Process**

- (a) Auctions on the StreamGlobal Platform shall take place on such days and at such times as Tradition SEF may notify to Participants or Customers, from time to time.
- (b) An Auction shall be:
 - (i) at a fixed price, with such fixed price being specified by Tradition SEF immediately prior to the Auction's commencement;
 - (ii) with a minimum quantity and for a defined time (in multiples of 1 minute, with a minimum value of 1 minute), in each case as specified by Tradition SEF at the same time as the Auction is notified to Participants and Customers pursuant to paragraph (a).
- (c) Tradition SEF shall establish the fixed price for an Auction by reference to the mid-market price immediately prior to the Auction or by any other suitable means.
- (d) At any time there may be multiple Auctions in respect of different product types.
- (e) At any time during an Auction, Tradition SEF may, by notifying all Participants and Customers, terminate such Auction, whereupon all unmatched Orders residing in the System shall be cancelled. For the avoidance of doubt, Orders matched prior to the termination of the Auction will not be affected.
- (f) At any time prior to the commencement of an Auction, Tradition SEF may, by notifying all Participants and Customers, cancel such Auction.

Rule S3-412. **Fixed Price Auctions – product types**

- (a) All product types eligible for trading on the StreamGlobal Platform (as described in any Appendix to the StreamGlobal Platform Supplement, as may be amended in accordance with this StreamGlobal Platform Supplement from time to time) shall be eligible to be the subject of an Auction hereunder.

Rule S3-413. **Fixed Price Auctions - Orders**

- (a) During the Auction, Participants and Customers may enter new Orders, amend existing Orders, or cancel an Order. Because of the fixed price nature of an Auction, an Order's price characteristic cannot be amended. Similarly, an Order cannot be amended such that the minimum quantity requirement would no longer be met.

Rule S3-414. **Fixed Price Auctions – Order Book**

- (a) In an Auction the Order Book contains all or Customer Orders entered in the System by the Participants or Customers, but remains dark to all other Participants and Customers, operating purely as a matching engine for Orders inputted during the Auction by the Participants or Customer, matching strictly on a "First In First Out" time priority basis. If an Order is matched it will be removed from the underlying Order Book. Orders not matched by the end of the Auction will be cancelled. There is no market data dissemination of Orders entered into the System during an Auction.

- (b) Pursuant to Rule 412 of the Rulebook, when the System matches Orders, a Confirmation will be sent immediately from the System to each counterparty to the Transaction.
- (c) Internal “self trading” (i.e. matching bids and Offers from the same Participant) is disabled on the System by default. The System will not permit matching of Orders from the same user.