

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested ☐

Registered Entity Identifier Code (optional): 16-02

Organization: TeraExchange, LLC

Filing as a: ☐ DCM ☒ SEF ☐ DCO ☐ SDR Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 08/25/2016

Filing Description:

Amendments made to improve specificity of prohibited fraudulent acts and market manipulation activities.

SPECIFY FILING TYPE

Please note only ONE choice allowed per Submission.

Organization Rules and Rule Amendments

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| ☒ Certification | § 40.6(a) |
| ☐ Approval | § 40.5(a) |
| ☐ Notification | § 40.6(d) |
| ☐ Advance Notice of SIDCO Rule Change | § 40.10(a) |
| ☐ SIDCO Emergency Rule Change | § 40.10(h) |

Rule Numbers: Rules 520 and 524

New Product

Please note only ONE product per Submission.

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| ☐ Certification | § 40.2(a) |
| ☐ Certification Security Futures | § 41.23(a) |
| ☐ Certification Swap Class | § 40.2(d) |
| ☐ Approval | § 40.3(a) |
| ☐ Approval Security Futures | § 41.23(b) |
| ☐ Novel Derivative Product Notification | § 40.12(a) |
| ☐ Swap Submission | § 39.5 |

Official Product Name:

Product Terms and Conditions (product related Rules and Rule Amendments)

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| ☐ Certification | § 40.6(a) |
| ☐ Certification Made Available to Trade Determination | § 40.6(a) |
| ☐ Certification Security Futures | § 41.24(a) |
| ☐ Delisting (No Open Interest) | § 40.6(a) |
| ☐ Approval | § 40.5(a) |
| ☐ Approval Made Available to Trade Determination | § 40.5(a) |
| ☐ Approval Security Futures | § 41.24(b) |
| ☐ Approval Amendments to enumerated agricultural products | § 40.4(a), § 40.5(a) |
| ☐ "Non-Material Agricultural Rule Change" | § 40.4(b)(5) |
| ☐ Notification | § 40.6(d) |

Official Name(s) of Product(s) Affected:

Rule Numbers:

TeraExchange, LLC

P.O. Box 169
Summit, NJ 07902

August 25, 2016

VIA ELECTRONIC PORTAL

Mr. Christopher Kirkpatrick
Secretary of the Commission
Office of the Secretariat
U.S. Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street N.W.
Washington, DC 20581

RE: Certification under CFTC Regulation 40.6(a)
TeraExchange, LLC – Rulebook Amendment

Dear Mr. Kirkpatrick:

Pursuant to Section 5c(c) of the Commodity Exchange Act (the “Act”) and Section 40.6(a) of the Regulations of the Commodity Futures Trading Commission (“CFTC” or “Commission”), TeraExchange, LLC (“TeraExchange”) hereby notifies the Commission that it has amended its Rulebook.

TeraExchange is amending its Rulebook to enhance compliance with Sections 4c(a)(5) and 9(a)(2) of the Act and CFTC Regulation 180.1. A concise examination of the amended Rules is attached as Exhibit A. The text of the amended Rulebook marked to show changes from the prior version is attached as Exhibit B. Any additions are underlined and deletions struck through. A clean copy of the amended Rulebook is attached as Exhibit C.

The amended Rules will take effect on September 8, 2016, ten business days following this submission.

TeraExchange hereby certifies that: (i) these amendments comply with the Act and the CFTC Regulations thereunder, and (ii) concurrent with this filing, TeraExchange will post a copy of this submission on its website. There were no substantive opposing views expressed regarding these amendments. Confidential treatment is not requested.

Respectfully submitted,

Christopher Rossman

Christopher Rossman
Chief Compliance Officer
TeraExchange, LLC

Attachments:

Exhibit A: TeraExchange Rulebook Amendments and Explanations
Exhibit B: TeraExchange Rulebook (Redline)
Exhibit C: TeraExchange Rulebook (Clean)

Exhibit A

Pursuant to Commission Rule 40.6(a)(7)(v), the following chart provides a concise explanation and analysis of the operation, purpose, and effect of the amended Rules.

RULE AMENDMENTS	EXPLANATION
Rule 520	Amended to expand prohibition against fraudulent acts to include attempts to engage in such acts.
Rule 524	Amended to remove intent qualifier and to add specific reference to and alignment with the Act and Commission Regulations.