



ICAP SEF (US) LLC

Swap Execution Facility

Rulebook

Version: ~~3.4~~3.5

Revised

~~October~~November 2016

© Copyright ICAP SEF (US) LLC 2016

All Rights Reserved.

must be fair and reasonable in light of (i) the size of such Block Trade, (ii) the prices and sizes of other transactions in the same Contract at the relevant time, (iii) the prices and sizes of transactions in other relevant markets at the relevant time, and (iv) the circumstances of the parties to such Block Trade.

(c) Block Trades that are not Cleared Contracts must be reported to the SEF by the seller, unless otherwise agreed to by the parties, as soon as technologically practicable after execution, and in no event later than ten (10) minutes after execution, by contacting an Execution Specialist; however, in the case of an Intermediated Transaction, the Participant acting as the Intermediary shall have the obligation to report the Block Trade to the SEF as soon as technologically practicable after execution. The Participant reporting the Block Trade to the SEF must explicitly state to the Execution Specialist that the parties are electing to have the Block Trade treated as such, must state the time of execution to the nearest second and must provide the information required by Rule 208(d).

(d) The SEF will review the information submitted by the Participants for a Block Trade that is not a Cleared Contract and will post the transaction to a Trading Platform if the details are complete and accurate in accordance with this Rule. The SEF will report the transaction to the SDR as soon as technologically practicable after execution in accordance with Rule 309 and will identify the Block Trade as such in the report. The SEF will not disclose any detail of a Block Trade that is not a Cleared Contract prior to the public dissemination of the Block Trade by the SDR.

(e) Each Participant that is party to, or Intermediary for, a Block Trade that is not a Cleared Contract must record the following details of the transaction: the Contract (including the Delivery Month) to which such transaction relates; the number of Contracts traded; the price of execution or premium; the time of execution; the identity of the counterparty; and, if applicable, details regarding the Customer for which the transaction was executed, as well as, if applicable, the Underlying Interest and whether the transaction involved a put or a call and the strike price. Upon request by the SEF, such Participant must produce satisfactory evidence, including the information referred to in the preceding sentence, that the transaction meets the requirements set forth in this Rule.

(f) In accordance with NAL ~~1516-6074~~, expiring November 15, ~~2016~~2017, a Participant may execute a Block Trade that is a Cleared Contract as a Pre-Arranged Cross in accordance with the procedures in Rule 304, notwithstanding that the execution of the Block Trade does not occur away from the SEF's trading system. Each Block Trade executed pursuant to this Rule 308(f) must involve Contracts listed by the SEF, be executed pursuant to the Rules and meet the Appropriate Minimum Block Size. The SEF will report each Block Trade transaction to the SDR as soon as technologically practicable after execution in accordance with Rule 309. The SEF will not disclose any detail of such a Block Trade prior to the public dissemination of the Block Trade by the SDR.

(g) Each counterparty to a Block Trade must be an "eligible contract participant" as defined in the Act.

(h) Each Intermediary entering into a Block Trade on behalf of a Customer (or in the case of an Authorized Trader acting as an Intermediary, its Trading Privilege Holder's Customer) must have received a written instruction or consent to do so from the Customer prior to the execution of the Block Trade. The written instruction or consent must be specific as to Block Trades but may be included in a power of attorney or similar document in which the customer provides the Intermediary with a discretionary trading authority to direct the trading in the Customer's account.

(i) Any Block Trade in violation of these requirements will constitute conduct which is inconsistent with just and equitable principles of trade.

(j) Nothing in this Rule 308 shall prohibit a Participant from executing a transaction via the Order Book that exceeds the Appropriate Minimum Block Size. Such transactions will not receive treatment