

**UNITED STATES OF AMERICA**  
**Before the**  
**COMMODITY FUTURES TRADING COMMISSION**

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**In the Matter of the Application of  
Cantor Clearinghouse, L.P.  
For Registration as a Derivatives Clearing Organization**

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**AMENDED ORDER OF REGISTRATION**

On April 20, 2010, the Commodity Futures Trading Commission (the "Commission") issued an order ("Order") pursuant to Section 5b of the Commodity Exchange Act (the "Act"), 7 U.S.C. § 7a-1, granting Cantor Clearinghouse, L.P. ("Cantor") registration as a derivatives clearing organization ("DCO") for the clearing of domestic box office receipts contracts ("DBOR Contracts") that were to be listed for trading on the Cantor Futures Exchange, L.P. ("Cantor Exchange").

On July 21, 2010, the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Dodd-Frank Act") was enacted. The Dodd-Frank Act, among other things, amended Section 5b of the Act, which sets forth core principles that govern the activities of registered DCOs ("Core Principles") as well as excluded "motion picture box office receipts" from the definition of "commodity" under Section 1a of the Act. Subsequently, the Commission adopted amendments to Part 39 of its regulations, 17 C.F.R. Part 39, to implement the Core Principles. The Commission has identified certain terms and conditions specified in the Order that are superseded by Dodd-Frank Act amendments to the Act and/or amendments to Part 39 of the Commission's regulations.

By submission dated July 30, 2012, Cantor petitioned the Commission to amend the Order to permit Cantor to clear contracts on commodities executed on Cantor Exchange. The contracts would be fully margined and would have risk profiles similar to that of the DBOR Contracts.

The Commission has reviewed the petition, along with exhibits, supplemental documents, and other supporting information, and finds that Cantor has demonstrated its ability to comply with the requirements of the Act and applicable Commission regulations thereunder.

In light of the foregoing, **IT IS ORDERED**, pursuant to Section 5b of the Act, 7 U.S.C. § 7a-1, that the Order is superseded and Cantor is granted registration as a DCO, subject to the terms and conditions specified herein:

(1) Contracts Traded on Cantor Exchange. Cantor shall limit its activities as a registered DCO to clearing contracts executed on the Cantor Exchange.

(2) Cleared Products. Cantor is permitted to clear, in its capacity as a registered DCO, (i) foreign exchange spot index binary flex options contracts (“FXSI Contracts”) financially settled based on foreign currency pairs of major money center currencies; and (ii) thereafter, additional binary options contracts that are fully margined, have risk profiles similar to the FXSI Contracts, and for which there is an underlying Commodity, as such term is defined under Section 1a(9) of the Act, 7 U.S.C. § 1a(9);

(3) Treatment of Participant Funds. Funds held in Participant Clearing Accounts shall be considered Member Property, as such term is defined in the Bankruptcy Code. Cantor shall at all times maintain Participant funds separate and distinct from its own funds. Cantor shall invest Participant funds in accordance with Commission Regulation 1.25.

(4) Risk Management. Cantor shall require, at all times, initial margin in an amount not less than 100% of the at-risk amount for any contract that it clears (both long and short positions); and Cantor shall perform a real-time credit check to confirm the availability of funds in a Participant's account each time the Participant has placed a bid or offer that is matched by the Cantor Exchange, and Cantor shall not clear any transaction for which it is unable to confirm the availability of adequate funds;

(5) Compliance with the Act and Commission Regulations. Cantor shall comply, and shall demonstrate compliance as requested by the Commission, with applicable provisions of the Act, including the Core Principles, and Commission regulations, as may be amended or adopted from time to time. Cantor shall fulfill each of the representations it has made to the Commission relating to compliance with the Core Principles and Commission regulations.

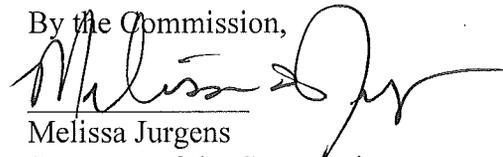
(6) Self-Regulatory Function. Cantor shall ensure the performance of all self-regulatory functions required of it as a registered DCO under the Act and Commission regulations, including, without limitation: monitoring and enforcing Participant compliance with Cantor admission and continuing eligibility standards; and enforcing Participant compliance with the terms of all Cantor rules, regulations, and procedures.

(7) New Regulations. Should the Commission promulgate a regulation addressing or otherwise affecting any aspect of this Order, then such regulation will apply and supersede the applicable terms in this Order.

(8) Reservation of Rights. This Order is based upon the representations made and supporting material provided to the Commission by Cantor. In the event of any changes to or omissions in the material facts or circumstances pursuant to which this Order is issued, or for any reason in its own discretion, the Commission may condition, modify, suspend, terminate,

or otherwise restrict the terms of this Order, as appropriate and as permitted by law, on its own motion.

Issued in Washington, D.C. on this 11th day of February, 2013.

By the Commission,  
  
Melissa Jurgens  
Secretary of the Commission