



Via Portal Submission

May 24, 2018

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
Removing Obsolete Provisions and Updating Cross References in the
OneChicago Rulebook
(OneChicago Submission Number 18-011)

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” or the “Exchange”) hereby submits the following rule amendments, which will become effective on June 8, 2018. OneChicago is proposing to remove OneChicago Rule 159 (Subject) and amend OneChicago Rules 211 (Conflicts of Interest), 421 (Emergencies), 616 (Safe Harbor for Inadvertent Cross Trades), 904 (Emergencies, Acts of God and Acts of Government) and 1004 (Emergencies, Acts of God and Acts of Government) to remove obsolete provisions from the OneChicago rulebook.

The proposal removes OneChicago Rule 159 (Subject) which defines the term subject. Because of prior changes to OneChicago rules, subject is no longer a term used in the Rulebook. In addition, the proposed amendments to Rules 211 (Conflicts of Interest) and 421 (Emergencies) remove references to the Business Conduct Committee and the Probable Cause Committee, neither of which still exist. Further, the proposed amendments to OneChicago Rules 616 (Safe Harbor for Inadvertent Cross Trades), 904 (Emergencies, Acts of God and Acts of Government) and 1004 (Emergencies, Acts of God and Acts of Government) update obsolete cross references to other OneChicago rules. Finally, to reflect the removal of Rule 159, Rules 160 and 161 are being renumbered as Rule 159 and 160 respectively. All of the proposed changes are non-substantive.

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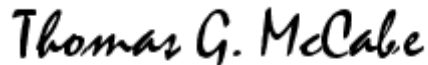
The purpose and effect of the rule amendment is to update the OneChicago Exchange Rulebook (the “Rulebook”) to remove obsolete provisions and update references. The changes will provide additional clarity to both internal and external users of the Rulebook. Comments on the rule amendment have not been solicited and none have been received. OneChicago is not aware of any substantive opposing views to this rule amendment. OneChicago certifies that the rule amendment 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 DCMs, and has concluded that the rule amendment may have some bearing upon the following core principle(s):

Core Principle 7: Core Principle 7 requires DCMs to make available to market authorities, market participants, and the public accurate information concerning the rules and regulations for executing transactions on the contract market. The rule amendment supports Core Principle 7 in that it updates and clarifies the OneChicago Rulebook to conform with current exchange practices.

If you have any questions or comments related to this filing, please feel free to contact me by telephone at (312) 883-3430 or through e-mail at tmccabe@onechicago.com.

Respectfully Submitted,

Handwritten signature of Thomas G. McCabe in black ink.

Thomas G. McCabe
Chief Regulatory Officer

Encl: Attachment A

Attachment A

Additions are underlined, deletions are struck through

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159. ~~Subject~~

The term “subject” has the meaning set forth in Rule ~~705(b)~~.

159~~160.~~ Trading Hours

The term “Trading Hours” has the meaning set forth in Rule 402.

160~~161.~~ Voting Interest

The term “Voting Interest” means the number of shares entitled to vote on matters submitted to the Owners, which voting shares are held by Owners entitled to vote.

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211. Conflicts of Interest

(a) Named Party in Interest Conflict

(i) Prohibition. No member of the Board, ~~the Business Conduct Committee, Probable Cause Committee~~ or any other “disciplinary committee” or “oversight panel” (both as defined in Commission Regulation § 1.69) of the Exchange shall knowingly participate in such body’s deliberations or voting in any matter involving a named party in interest where such member (a) is a named party in interest, (B) is an employer, employee or fellow employee of a named party in interest, (C) has any other significant, ongoing business relationship with a named party in interest, excluding relationships limited to executing Futures transactions opposite each other or to clearing Futures transactions through the same Clearing Members or (D) has a family relationship with a named party in interest. For purposes of this clause (i), a “family relationship” exists between a named party in interest and a member if such party is the member’s spouse, former spouse, parent, stepparent, child, sibling, stepbrother, stepsister, grandparent, grandchild, uncle, aunt, nephew, niece or in-law.

(ii)-(iii) No Change

(b) Financial Interest in a Significant Action Conflict

(i) Prohibition. No member of the Board, ~~the Business Conduct Committee~~ or any other “disciplinary committee” or “oversight panel” (both as defined in Commission Regulation § 1.69) of the Exchange shall participate in such body’s deliberations and

voting on any significant action if such member knowingly has a direct and substantial financial interest in the result of the vote based upon either Exchange or non-Exchange positions that could reasonably be expected to be affected by the significant action under consideration, as determined pursuant to clause (iii) below. For purposes of this clause (i), the term “significant action” means (A) any action or rule change that addresses a specific Emergency or (B) any change in margin level that are designed to respond to extraordinary market conditions or that otherwise are likely to have a substantial effect on prices in any Contract.

(ii)-(iii) No Change

(iv) Deliberation Exemption. Any member of the Board, ~~the Business Conduct Committee~~ or any other “disciplinary committee” or “oversight panel” (both as defined in Commission Regulation § 1.69) of the Exchange who would otherwise be required to abstain from deliberations and voting pursuant to clause (i) above may participate in deliberations, but not voting, if the deliberating body, after considering the factors specified below, determines that such participation would be consistent with the public interest; provided, however, that before reaching any such determination, the deliberating body shall fully consider the position information specified in clause (ii) above which is the basis for such member’s substantial financial interest in the significant action that is being contemplated. In making its determination, the deliberating body shall consider:

(c) No Change

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421. Emergencies

(a) General. If the Chief Executive Officer, or any individual designated by the Chief Executive Officer and approved by the Board ~~(or in the circumstances specified in Rule 707(b), the Business Conduct Committee)~~, determines that an Emergency exists, the Chief Executive Officer, or such designee ~~or the Business Conduct Committee~~, as the case may be, may place into immediate effect a temporary emergency rule, which rule may remain in effect for up to 30 Business Days and which may provide for, or may authorize the Exchange, the Board or any committee thereof to undertake actions necessary or appropriate to respond to the Emergency, including such actions as:

(b)-(d) No Change

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616. Safe Harbor for Inadvertent Cross Trades

(a) An Entity acting as a market maker for any Exchange product (an “Exchange Market Maker”) may engage in Other Business Activities, or it may be affiliated with a broker-dealer that engages in Other Business Activities, and shall not be in violation of

Exchange Rules ~~604~~ due to inadvertent cross trades with respect to any trades that are matched by the OneChicago System against trades entered for or on behalf of the Other Business Activities, provided that the Exchange Market Maker implements and maintains a Chinese Wall between its market-making operations and such Other Business Activities that meets the requirements below.

(b)-(f) No Change

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904. Emergencies, Acts of God and Acts of Government

If delivery or acceptance or any precondition or requirement of either, in respect of any Single Stock Future is prevented by a strike, fire, accident, act of God, act of government or any other event or circumstance beyond the control of the parties to such Contract, the seller or buyer of such Contract shall immediately notify the Exchange. If based on such notification, the Chief Executive Officer, or any individual designated by the Chief Executive Officer and approved by the Board, determined that an Emergency exists, he or she may take such action in accordance with Rule ~~4214~~²⁴ as he or she may deem necessary under the circumstances, which action shall be binding upon both parties to the Contract in question; provided that any action taken in accordance with this sentence shall be reviewed by the Board as soon as practicable under the circumstances, and may be revoked, suspended or modified by the Board.

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1004. Emergencies, Acts of God and Acts of Government

If delivery or acceptance, or any precondition or requirement of either, in respect of any Stock Index Future is prevented by a strike, fire, accident, as of God, act of government or any other event or circumstance beyond the control of the parties to such Contract, the seller or buyer of such Contract shall immediately notify the Exchange. If based on such notification, the Chief Executive Officer, or any individual designated by the Chief Executive Officer and approved by the Board, determines that an Emergency exists, he or she may take such action in accordance with Rule ~~4214~~²⁴ as he or she may deem necessary under the circumstances, which action shall be binding upon both parties to the Contract in question; provided that any action taken in accordance with this sentence shall be reviewed by the Board as soon as practicable under the circumstances, and may be revoked, suspended or modified by the Board.