

**NYSE Liffe<sup>SM</sup>**  
**U.S.**

RECEIVED  
CFTC

2012 JAN 13 PM 12:16

OFFICE OF THE  
SECRETARY

Marco Bianchi  
Senior Vice President  
NYSE Liffe U.S.  
20 Broad Street, 10th Floor  
New York, NY 10005  
T +1 212 656 4300

**By Electronic Mail**

January 12, 2012

Mr. David A. Stawick  
Office of the Secretariat  
Commodity Futures Trading Commission  
1155 21<sup>st</sup> Street, N.W.  
Washington, D.C. 20581

CONFIDENTIAL TREATMENT  
REQUESTED

**Re: NYSE Liffe US Submission 2012-101: Launch of the Lead Market Maker  
Program for U.S. Treasury Futures**

Dear Mr. Stawick:

I am Senior Vice-President and head of Business Development at NYSE Liffe US LLC ("NYSE Liffe US" or the "Exchange"). Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended (the "Act"), and U.S. Commodity Futures Trading Commission Regulations (the "Regulations") Section 40.6, I enclose a Cover Sheet for NYSE Liffe US Submission 2012-101 and NYSE Liffe US Notice 1/2012 which announces the establishment of a Lead Market Maker program for US Treasury Futures (the "Program").

NYSE Liffe US hereby certifies that (i) a notice of the filing of this submission and a copy of the non-confidential portion of this submission has been posted on NYSE Liffe US' Web site concurrent with the filing of this submission with the Commission; and (ii) Notice 1/2012 and the Program announced therein comply with the Commodity Exchange Act and regulations thereunder. A concise explanation and analysis of the operation, purpose and effect of the Program is attached to Notice 1/2012. After considering the cost to the Exchange and benefits to the marketplace of market-making programs, the Exchange's Board authorized management to introduce the Program, and no opposing views to its introduction were expressed to the Exchange by other market participants.

If you have any questions, please call me at (212) 656-4312.

Yours Truly,

Marco Bianchi  
Enclosures



**NYSE Liffe**  
U.S.

## NYSE LIFFE U.S. NOTICE No. 1/2012

ISSUE DATE: January 12, 2012

EFFECTIVE DATE: February 1, 2012

### Lead Market Maker Program for U.S. Treasury Futures

#### Summary

This Notice informs Members of the establishment of a Lead Market Maker program for U.S. Treasury Futures and the appointment of a Lead Market Maker in Two-Year, Five-Year, and Ten-Year U.S. Treasury Futures.

#### 1. Appointment of Designated Market Makers

- 1.1 Pursuant to Rule 426, the Exchange has determined to introduce a Lead Market Maker ("LMM") Program in Two-Year, Five-Year, Ten-Year, Thirty-Year and Ultra-Bond U.S. Treasury Futures commencing with the February 1, 2012 Trading Session. The program is designed to enhance liquidity for traders in the Two-Year, Five-Year, Ten-Year, Thirty-Year and Ultra-Bond U.S. Treasury Futures markets. For details of the program, please see the attached program description.
- 1.2 This Notice informs Members of the appointment of a LMM in Two-Year, Five-Year, and Ten-Year U.S. Treasury Futures.
- 1.3 The LMM appointment is subject to the terms of a contractual agreement between NYSE Liffe US and the LMM. Under the terms of the agreement, the LMM represents that its market making activity will comply with the provisions of the Commodity Exchange Act, the rules and regulations of the Commodity Futures Trading Commission and the Rules of the Exchange. The Exchange will monitor the LMM's performance of market making activity under the contractual terms and may adjust benefits otherwise due under the agreement accordingly or terminate the agreement.

\* \* \* \*

For further information in relation to this Notice, Members should contact the following:

New York Office  
Chicago Office

(212) 656-4300  
(312) 442-7730

[nyseليفةus@nyx.com](mailto:nyseليفةus@nyx.com)  
[nyseليفةus@nyx.com](mailto:nyseليفةus@nyx.com)

**Lead Market Maker Agreement  
US Treasury Futures  
Term Sheet**

**I. Term:** Up to 3 years

**II. Products:**

- o 2 year Treasury futures
- o 5 year Treasury futures
- o 10 year Treasury futures
- o 30 year Treasury futures
- o Ultra Bond Treasury futures

**III. Commitments:**

**a. Quoting**

Quote two-sided markets at minimum size and maximum bid/offer spread between 7 am and 4 pm Chicago time daily.

Minimum size levels will be reset regularly at the mutual agreement of the Exchange and the LMM with the intent of continually enhancing market liquidity.

**b. Roll Markets**

Quote two-sided markets at minimum size and maximum bid/offer spread for the quarterly calendar roll in the Products for a certain portion of the trading session during the roll period.

The size of the calendar roll quotes will be subject to review as required by market conditions.

**c. Trading**

Trade a minimum Average Daily Volume (ADV) in a quarter (volume measured in sides).

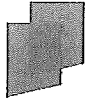
**IV. Benefits**

Waiver of Exchange and Clearing fees (the Clearing fee waiver is only in place through March 20, 2012).

A tiered quarterly bonus payment if the LMM maintains certain ADV tiers during that quarter, up to a cap.

**V. Monitoring and Termination Status**

NYSE Liffe US will monitor Market Maker activity on an ongoing basis, and retains the right to revoke market making status if NYSE Liffe US concludes, from its review that a program participant is not complying with the market-making obligations of the program.



**NYSE Liffe<sup>SM</sup>**  
**U.S.**

Matt Lisle  
Deputy Chief Regulatory Officer  
NYSE Liffe U.S.  
100 South Wacker, 18th Floor  
Chicago, IL 60606  
T +1 312 442 7984

**FOIA CONFIDENTIAL TREATMENT REQUEST**

**By Electronic Mail**  
January 12, 2012

Mr. David Stawick  
Office of the Secretariat  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21<sup>st</sup> Street, N.W.  
Washington, D.C. 20581

**CONFIDENTIAL TREATMENT  
REQUESTED**

**Re: Supplemental Submission NYSE Liffe U.S. Submission 2012-101 –  
Supplemental Information Relating to Lead Market Maker Program for US  
Treasury Futures.**

Dear Mr. Stawick:

NYSE Liffe US LLC (“NYSE Liffe US” or the “Exchange”) in connection with NYSE Liffe US Submission 2012-101, announcing the Exchange’s Lead Market Maker Program for US Treasury Futures, which was filed today, is providing the attached supplemental information. The Exchange has simultaneously submitted to the Commission a request for confidential treatment of the supplemental information. A copy of the request for confidential treatment is enclosed.

If you have any questions, please call me at (312) 442-7984.

Yours truly,

Matt Lisle  
Enclosure



Matt Lisle  
Deputy Chief Regulatory Officer  
NYSE Liffe U.S.  
100 South Wacker, 18th Floor  
Chicago, IL 60606  
T +1 312 442 7984

## FOIA CONFIDENTIAL TREATMENT REQUEST

### By Electronic Mail

January 12, 2012

Linda J. Mauldin  
Paralegal Specialist  
FOIA Compliance Office  
Commodity Futures Trading Commission  
Three Lafayette Centre  
1155 21<sup>st</sup> Street, N.W.  
Washington, D.C. 20581

CONFIDENTIAL TREATMENT  
REQUESTED

### Re: FOIA Confidential Treatment Request

Dear Ms. Mauldin:

By e-mail dated today, January 12, 2012, NYSE Liffe US LLC ("NYSE Liffe US" or the "Exchange") in connection with NYSE Liffe US Submission 2012-101, voluntarily provided the supplemental information attached.

Pursuant to Commission Rule 145.9(d), the Exchange requests confidential treatment of the information attached and this letter on the grounds that disclosure of this information would reveal confidential commercial or financial information of the Exchange. Pursuant to Commission Rule 145.9(d)(5) the Exchange requests that confidential treatment of the attached information be maintained until further notice from the Exchange. The Exchange requests that the Commission notify it immediately after receiving any request under the Freedom of Information Act ("FOIA") or any other court order, subpoena or summons for the attached information. The Exchange specifically notes that it does not waive in any manner its rights under Section 8(f) of the Commodity Exchange Act to receive a copy of any subpoena or summons for the attached information prior to the Commission's disclosure of such information pursuant to such subpoena or summons. Finally, the Exchange requests that the Commission notify it in the event that the Commission intends to disclose the attached information to Congress or any federal or state governmental agency or department.

In connection with this request for confidential treatment, and pursuant to Commission Rule 40.8, the Exchange is submitting the attached detailed written justification in support of the request for confidential treatment.

If you have any questions, please call me at (312) 442-7984.

Yours truly,

Matt Lisle  
Enclosure