



Mr David A Stawick
Secretary
Commodity Futures Trading Commission
1155 21st Street NW
Washington DC 20581

16 March 2012

Dear Mr Stawick

Please find enclosed submissions to the Commodity Futures Trading Commission by LCH.Clearnet Limited under the procedure set out in 17 CFR Section 40.6 for the self-certification of rules.

Should you have any questions regarding these submissions please contact me on +44-207-426-7541 or at lisa.rosen@lchclearnet.com.

Yours sincerely

A handwritten signature in black ink, appearing to read "L. Rosen", with a long horizontal flourish extending to the right.

Lisa Rosen
Group Head of Compliance and Public Affairs

SUBMISSION OF AMENDMENTS TO THE CLEARINGHOUSE RULES

TO THE

COMMODITY FUTURES TRADING COMMISSION

SUBMITTED BY

LCH.Clearnet Limited
an English limited company

FILING AS A REGISTERED DERIVATIVES CLEARING ORGANIZATION

Pursuant to Commission Regulation § 40.6

**Submission Regarding the Introduction of A New Client
Clearing Fee Structure within LCH.Clearnet Limited's
SwapClear Service.**

Submitted: March 16, 2012

**LCH.CLEARNET LIMITED SELF-CERTIFICATION OF AMENDMENTS TO THE CLIENT
CLEARING FEE STRUCTURE WITHIN THE SWAPCLEAR SERVICE**

LCH.Clearnet Limited ("LCH.Clearnet"), a derivatives clearing organization registered with the Commodity Futures Trading Commission (the "CFTC"), is submitting for self-certification, pursuant to CFTC Regulation §40.6, amendments to LCH.Clearnet's SwapClear fee structure. The pricing plans will become effective April 2, 2012.

Part I: Explanation and Analysis

LCH.Clearnet's SwapClear service introduced their client clearing service in December 2009; the service was launched under a fee holiday, which has been maintained until now.

Under the SwapClear pricing principles, two pricing plans are proposed to account for differences in client behavior and portfolio profiles. The two pricing plans are:

- Standard Pricing Plan
- High Turnover Plan

Standard Pricing Plan

The Standard Pricing Plan has an up-front booking fee and an ongoing maintenance fee. The booking fee for new trades will be applied on a per million basis, per table below, accrued at time of trade and collected monthly in arrears. Booking fee for back-loaded trades will be one-third of the fee for new trades. The maintenance fee will be as set forth in the table below, calculated daily and collected monthly in arrears. The maintenance fee discount applies to client across all clearing members.

Standard Pricing Plan – Booking Fee	
Transaction Maturity	per million notional
0 to 1	1
1+ to 3	2.50
3+ to 5	4.50
5+ to 7	6
7+ to 10	8
10+ to 12	9
12+ to 15	10
15+ to 20	15
20+ to 25	18
25+ to 50	20

Standard Pricing Plan Maintenance Fee – Pricing Tiers		
Number of Trades at prior month end	USD/Day per trade	USD/Month (approx equivalent)
1-25	\$0.66	\$20
26-50	0.53	16
51-100	0.43	13
101-500	0.33	10
501-1000	0.23	7
1001+	0.16	5

Example: a new \$100 million 5 year trade would incur a booking fee of \$450. Trades in other currencies will be billed per million notional in the currency of the trade. Example: a new €100 million 5 year trade would incur a booking fee of €450.

The maintenance fee is calculated and published daily (accrued daily/billed monthly) to meet the 940 Act Fund requirements, and will not fluctuate during month. Set based on number of trades at prior month end.

High Turnover Plan

The High Turnover Plan also has an up-front booking fee and an on-going “risk consumption” fee. The up-front fee will be a flat \$25 per ticket fee (for new and back-loaded trades). The ongoing risk consumption fee will be calculated at 10 basis points on the client’s IM requirement (regardless of type of collateral used to cover IM), calculated daily and billed monthly in arrears. This equals \$1,000 per \$1 million (annualized). *Example: an average IM of \$50 million equals an annual risk consumption fee of \$50,000.*

SwapClear charges clearing members; members individually make pricing arrangements with clients and will confidentially notify SwapClear of the pricing plan for each client.

There are no amendments to the Clearing House Procedures or the FCM Procedures. Client Clearing fee information is available under the following link.

http://www.lchclearnet.com/swaps/swapclear_for_clearing_members/fees.asp

Additional information:

- Clients can switch pricing plans once per six months (once per year effective 2013) with one month’s advance notice.
- No collateral charges or accommodation fees on client securities
- Under High Turnover Plan, ongoing risk-based fee is 10 bps on IM requirement regardless of type of collateral used to cover the IM

Part II: Certification by LCH.Clearnet

LCH.Clearnet certifies to the CFTC, in accordance with CFTC Regulation §40.6, that introduction of the Client Clearing fees, comply with the Commodity Exchange Act and the CFTC Regulations promulgated thereunder. In addition, LCH.Clearnet certifies that LCH.Clearnet has posted a notice of pending certification with the CFTC and a copy of the submission on LCH.Clearnet's website at http://www.lchclearnet.com/rules_and_regulations/ltd/proposed_rules.asp
A signed certification is attached to this submission as Exhibit A.

Part III: Compliance with Core Principles

LCH.Clearnet complies, and will continue to comply, with all of the Core Principles.

Part IV: Opposing Views

There were no opposing views expressed to LCH.Clearnet by governing board or committee members, members of LCH.Clearnet or market participants that were not incorporated into the rule.

LCH.Clearnet Rule Submission

Exhibit A
LCH.Clearnet Certification to the CFTC
See Attached




AMENDED RULES SELF CERTIFICATION

LCH.Clearnet Limited ("LCH.Clearnet") hereby certifies to the Commodity Futures Trading Commission ("CFTC"), pursuant to the procedures set forth in the Commission Regulations 40.6, that the following:

- Amendments concerning the introduction of the client clearing fees, comply with the Commodity Exchange Act, as amended, and the regulations promulgated thereunder.

Signed as of March 16, 2012

By: 

Name: Lisa Rosen

Title: Group Head of Compliance and Public Affairs

LCH.Clearnet Limited