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BY ELECTRONIC TRANSMISSION

Submission No. 11-40
June 27, 2011

Mr. David Stawick
Secretary of the Commission
Office of the Secretariat
Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street, NW
Washington, DC 20581

Re: Notice that Additional Products may be Subject to Price Adjustment under the Exchange's Error Policy and Amendments to the Guidelines for the Treatment of Short-Term Price Spikes -
Submission Pursuant to Section 5c(c)(1) of the Act and Regulation 40.6

Dear Mr. Stawick:

Pursuant to Section 5c(c)(1) of the Commodity Exchange Act, as amended, and Commission Regulation 40.6, ICE Futures U.S., Inc. ("Exchange") submits, by written certification, notice that the Exchange is adding Coffee "C"® , Cocoa, Cotton No.2®, FCOJ-A and Sugar No. 16 futures contracts to the list of products which may be subject to price adjustment under the Exchange's Error Policy and amendments to the Exchange's Guidelines for the Treatment of Short Term Price Spikes ("Guidelines") which reflect the Exchange's ability to adjust the trade price of Coffee "C" and Cocoa futures contracts subsequent to a short-term price spike.

In instances where the Exchange determines that a trade is not representative of market value and was executed outside of the No Cancellation Range ("NCR") for a specific futures or options contract, the Exchange's Error Policy authorizes the Exchange to cancel the trade and, for certain products, gives the Exchange the option to adjust the price instead of canceling the trade. Currently, the authority to adjust the price of a trade only applies to Sugar No. 11®, the Russell Complex, the U.S. Dollar Index® ("USDX®"), Currency futures contracts and to all options contracts. The Exchange is now adding Coffee "C"® , Cocoa, Cotton No.2®, FCOJ-A and Sugar No. 16 futures contracts to the list of products which may be subject to price adjustment under the policy.

The Guidelines provide that in instances of a price spike, trades executed at prices outside an acceptable range for a product will either be (1) cancelled by the Exchange, or (2) price adjusted to the high/low of the acceptable range. The Guidelines are described in an Exchange

Notice which is reissued whenever changes are made to them. The Guidelines specify which products will be subject to cancellation and which to price adjustment, and also specify the price range to be used for each product. The amendments to the Guidelines reflect the Exchange's ability to adjust the trade price of Coffee "C" and Cocoa futures contracts subsequent to a short-term price spike and the methodology used to calculate such price adjustment. A draft of the Exchange Notice that will be issued upon the effectiveness of these changes is attached as Exhibit A for your reference, with theses changes highlighted in it.

Exchange certifies that the addition of the aforementioned products to the list of those which may be price adjusted under the Error Policy and the amendments to the Guidelines comply with the requirements of the Commodity Exchange Act and the rules and regulations promulgated thereunder. No substantive opposing views were expressed by members or others.

The Exchange's Board of Directors approved the additional products for price adjustment under the Error Policy at its meeting held on June 23, 2011, which will be effective on July 1, 2011. The amendments to the Guidelines were authorized by the President of the Exchange pursuant to Standing Resolution R-7 on June 23, 2011 and shall also be effective July 1, 2011.

If you have any questions or need further information, please contact me at 212-748-4021 or at jason.fusco@theice.com.

Sincerely,

Jason V. Fusco
Assistant General Counsel
Market Regulation

cc: Division of Market Oversight
New York Regional Office

EXHIBIT A

Revision To Guidelines for Treatment of Short-Term Price Spikes For Coffee "C"®" and Cocoa Futures Contracts

Effective with the start of trading for trade date Friday, July 1, 2011, the Exchange will implement revisions to the Exchange's Guidelines for Treatment of Short-Term Spikes for the Coffee "C" and Cocoa futures contracts. The Guidelines are intended to share with the trading community the kinds of factors considered relevant by the Exchange in determining whether a short-term price spike has occurred and what actions IFUS might take in such circumstances.

The revised Guidelines are as follows (changes from the prior iteration of the Guidelines are shown in bold):

For purposes of this guidance, a "Price Spike" occurs when:
-- The price of a commodity rises and then falls (or falls and then rises) within 90 seconds or fewer;
-- There is neither widely available news that clearly precipitated the spike nor similar trading patterns on related products;
-- Each trade during the Price Spike occurs within the No-Cancellation Range as defined in the ICE Futures U.S. Rulebook;
-- There is not an apparent error that caused or exacerbated the Price Spike; and
-- The peak (or trough) of the price spike is more than a pre-defined number of points away from the Equilibrium Price (described below) determined by IFUS at the end of the Price Spike:

When a Price Spike has occurred, IFUS will determine an Equilibrium Price, which is the level at which price movement stabilizes at the end of the Price Spike. In doing so, it will consider the prices of trades matched in the platform for the relevant contract at that time, resting bids and offers in that contract at that time, trades/bids and offers in other months of the same contract at that time and market data from comparable products listed for trading on other venues.

Sugar No. 11, Coffee "C" and Cocoa Futures Contracts:

For Sugar No. 11, Coffee and Cocoa, all trades executed at prices away from the Equilibrium price by more than the number of points specified for that market, as shown below, will be broken by the Exchange **or will be adjusted to the Equilibrium price plus (in the case of upward spikes) or minus (in the case of downward spikes) the number of points specified below for that market**.

--Sugar No. 11– 150 points / $.0150
--Coffee "C"® – 500 points / $.0500
--Cocoa – 150 points / $150.00

For example, in the event that the Exchange determines that a downward price spike has occurred in a Cocoa futures contract and that the Equilibrium price at the end of the spike was 2850, all trades below 2700 (i.e., 2850 minus 150) will be cancelled **or adjusted to 2700**.

Russell Stock Index and US Dollar Index Futures Contracts:

For Russell Stock Indexes and the USDX, all trades executed at prices away from the Equilibrium price by more than the number of points specified for that market, as shown below, will be adjusted to the Equilibrium price plus (in the case or upward spikes) or minus (in the case of downward spikes) the number of points specified below for that market.

--Russell Stock Indexes – 750 points/ 7.50
--USDX – 100 points/ 1.000

For example, in the event that the Exchange determines that a an upward price spike has occurred in a

USDX September 2011 futures contract and that the Equilibrium price at the end of the spike was 78.580, all trades above 79.580 (i.e., 78.580 plus 1.000) will be adjusted to a price of 79.580.

Notwithstanding the foregoing, as in all circumstances, IFUS always retains the right to depart from this Guideline and take such action as it deems to be in the best interest of the market.

This Guideline is separate and distinct from the IFUS Error Trade Policy. For the avoidance of doubt, if any trade during a Price Spike occurs outside of the No-Cancellation Range (or "NCR") for that market, IFUS will investigate the trade and determine whether or not to bust it and successive trades in accordance with the Error Trade Policy.