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October 18, 2012

#### Amended Submission 12-05A

## BY ELECTRONIC TRANSMISSION

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

# Re: Amendments to Submission 12-05 Submission Pursuant to Section 5c(c)(1) of the Act and Regulation 40.6(a)

Dear Mr. Stawick:

In a submission dated October 5, 2012, Chicago Climate Futures Exchange, LLC ("CCFE") submitted, by written certification, amendments to various CCFE Rules in accordance with Section 5c(c)(1) of the Commodity Exchange Act, as amended (Submission 12-05). The amendments were adopted to comply with new Commission Regulations 38.1 et seq. which apply to the designation and operation of contract markets. At the request of Commission staff, CCFE is revising the amendments to Rules 602, 610, 615, 616 and 618, as set forth in attached Exhibit A, and is withdrawing the amendments to Rules 701(a) and 702(c) previously described in Submission 12-05.

CCFE certifies that the rule amendments comply with the requirements of the Act and the rules and regulations promulgated thereunder. No opposing views were expressed. CCFE further certifies that, concurrent with this filing, a copy of this submission was posted on CCFE's website which may be accessed at (<u>http://ccfe.com/ccfeContent.jsf?id=91305</u>).

Should you require additional information regarding this submission, please contact me at 312.836.6742 or eric.nield@theice.com.

Sincerely,

Eric J. Nield General Counsel

Enc. cc: Division of Market Oversight Chicago Regional Office

# **EXHIBIT A**

#### 602. Fraudulent or Fictitious Transactions

<u>It shall be a violation of these Rules for any Person to Neither a Trading</u> Privilege Holder nor any of its Authorized Traders may create <u>fraudulent or</u> fictitious transactions or execute any Order for a <u>fraudulent or</u> fictitious transaction with knowledge of its nature.

# 610. <u>Trading Ahead of Customer Orders; Front-Running;</u> Priority of Customers' Orders

It shall be a violation of these Rules for any Person to engage in trading ahead of customer orders or front-running. Specifically, it shall be a violation of these Rules for any Person to No Trading Privilege Holder (including its Authorized Traders) may knowingly buy a Contract for their own a personal or proprietary account of such Trading Privilege Holder or Authorized Traders or for an account in which Person such Trading Privilege Holder or Authorized Traders has a proprietary interest, when such Person Trading Privilege Holder or Authorized Traders has in hand Orders to buy the same Contract for any other Person at the same price or at the market price. No Person Trading Privilege Holder (including its Authorized Traders) may knowingly sell a Contract for their own a personal or proprietary account (including a Noncustomer account) of such Trading Privilege Holder or Authorized Traders-(including a Noncustomer account of such PersonTrading Privilege Holder or Authorized Trader) or for an account in which such Person Trading Privilege Holder or Authorized Traders has a proprietary interest (including a Noncustomer account), when such Person Trading Privilege Holder or Authorized Traders has in hand Orders to sell the same Contract for any other Person at the same price or at the market price.

<u>It shall be a violation of these Rules for any Person to No Trading</u> <u>Privilege Holder (including its Authorized Traders) may</u> knowingly execute a discretionary Order for any Contract, including an Order allowing such <u>Person</u> <u>Trading Privilege Holder</u> (including its Related Parties) discretion as to time and price, for an immediate family member or for a personal or proprietary account of any other <u>Person</u> <u>Trading Privilege Holder or Authorized Traders</u> (including Noncustomer accounts), when such <u>Person</u> <u>Trading Privilege</u> <u>Holder or Authorized Traders</u> has in hand any Customer market Order for the same Contract open as to time and price.

<u>Any Person An Authorized Trader</u> entering Orders into the CCFE Trading Platform must enter all Customer Orders that the CCFE Trading Platform is capable of accepting before entering an Order for a personal or proprietary account of such <u>PersonAuthorized Trader or the related Trading</u> Privilege Holder (including a Noncustomer account), an account in which such <u>Person Authorized Trader or Trading Privilege Holder</u> has a proprietary interest (including a Noncustomer account) or an Order for a discretionary account, including an Order allowing such <u>Person Authorized Trader or Trading Privilege Holder</u> discretion as to time and price, for an immediate family member or for a personal or proprietary account of any other <u>Person</u> <u>Trading Privilege Holder</u> or <u>Authorized Traders</u> (including a Noncustomer account).

For purposes of this Rule 610, no <u>Person Trading Privilege Holder</u> that consists of more than one individual, will be deemed to knowingly buy or sell a Contract or execute a discretionary Order if (i) such <u>Person Trading</u> <u>Privilege Holder</u> has in place appropriate "firewall" or separation of function procedures and (ii) the individual buying or selling the Contract or executing the discretionary Order in question has no direct knowledge of the Order to buy or sell the same Contract for any other Person at the same price or at the market price or of the Customer Order for the same Contract, as the case may be. Nothing in this Rule 610 limits the ability of an "eligible account manager" to bunch Orders in accordance with Commission Regulation § 1.35(a-1)(5).

# 615. Cross Trading; Simultaneous Buying and Selling Orders

(a) <u>It shall be a violation of these Rules for any Person to No Trading</u> Privilege Holder (including its Authorized Traders) may accept or enter simultaneous buy and sell Orders from the same Customer for the same delivery month of a particular Future.

(b) A <u>Person</u> Trading Privilege Holder (including its Authorized Traders) holding Orders to buy and sell at the same time from different Customers for the same month of a particular Future may enter the second Order into the CCFE Trading Platform after having waited a minimum of 5 seconds (15 seconds, if an Option Order) from entering the first Order into the CCFE Trading Platform.

# 616. <u>Wash Trading; Accommodation Trading;</u> Prohibited Same Account Buying and Selling

It shall be a violation of these Rules for any Person to engage in wash trading or accommodation trading including, without limitation, A Trading Privilege Holder (including its Authorized Traders) shall not enter Orders for an account with the intent to trade opposite that account or an account with the same beneficial owner.

## 618. Manipulative or Disruptive Trading Practices

It shall be a violation of these Rules for any Person to engage in manipulative or disruptive trading practices prohibited by the CEA or the Commission pursuant to Commission regulation including, but not limited to, any trading, practice or conduct that is intended to disrupt the orderly execution of transactions, unduly influence market prices or mislead other market participants.