

SUBMISSION COVER SHEET

Registered Entity Identifier Code (optional) **LCH**

Date: Feb 15, 2012

IMPORTANT: CHECK BOX IF CONFIDENTIAL TREATMENT IS REQUESTED.

ORGANIZATION

LCH.Clearnet Limited

FILING AS A:

DCM

SEF

DCO

SDR

ECM/SPDC

TYPE OF FILING

• Rules and Rule Amendments

- Certification under § 40.6 (a) or § 41.24 (a)
- “Non-Material Agricultural Rule Change” under § 40.4 (b)(5)
- Notification under § 40.6 (d)
- Request for Approval under § 40.4 (a) or § 40.5 (a)
- Advance Notice of SIDCO Rule Change under § 40.10 (a)

• Products

- Certification under § 39.5(b), § 40.2 (a), or § 41.23 (a)
- Swap Class Certification under § 40.2 (d)
- Request for Approval under § 40.3 (a)
- Novel Derivative Product Notification under § 40.12 (a)

RULE NUMBERS

Not applicable

DESCRIPTION

Fee incentive scheme for Iron Ore options and Coal swaps contracts.

LCH.CLEARNET LIMITED SELF-CERTIFICATION OF FEE INCENTIVE SCHEME

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, a fee incentive scheme (“Scheme”). As part of the Scheme, LCH.Clearnet will waive fees for the following cleared product and hedge instrument (“Products”):

1. Iron Ore options - Cash settled Premium Paid Option on the TSI Iron Ore contract.
2. Coal swaps for the API 2 cif ARA and API 4 fob Richards Bay (Argus/McCloskey) contracts.

The Scheme will become effective on March 5th 2012. It will last till August 31st 2012.

Part I: Explanation and Analysis

The operation, purpose and effect of the Scheme is to incentivize Clearing Members to increase the volume of their transactions in Iron Ore options and Coal swaps for contracts settled against cif ARA and API 4 fob Richards Bay index prices.

This Scheme will be open to all market participants. It will operate, during LCH.Clearnet’s clearing day, from March 5th 2012 until August 31st 2012.

Part II: Certification by LCH.Clearnet

LCH.Clearnet certifies to the CFTC, in accordance with CFTC Regulation §40.6, that the introduction of the fee incentive scheme 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 in offering the fee incentive for the aforementioned products.

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.



SELF CERTIFICATION

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

- Fee incentive scheme will comply with the Commodity Exchange Act, as amended, and the regulations promulgated thereunder.

Signed as of February 15, 2012

By: _____

Name: Lisa Rosen

Title: Group Head of Compliance and Public Affairs

LCH.Clearnet Limited