



VIA EMAIL TO: SECRETARY@CFTC.GOV

12 December 2013

Ms. Melissa Jurgens
Commodity Futures Trading Commission
1155 21st Street NW
Three Lafayette Centre
Washington DC 20581

Dear Ms. Jurgens:

Pursuant to CFTC regulation §40.6(a), LCH.Clearnet LLC (“LCH.Clearnet”), a derivatives clearing organization registered with the Commodity Futures Trading Commission (the “CFTC”), is submitting for self-certification the introduction of PPS fees on 1 January 2014.

The submission cover sheet and changes to the fee schedule are attached hereto as appendices.

Part I: Explanation and Analysis

On 25 November 2013, LCH.Clearnet LLC issued a circular explaining that all banks offering the PPS service will be charging the clearing house for transaction costs relating to PPS calls/pays. As a result, LCH.Clearnet is passing on charges to its members.

Commencing on 1 January 2014, a fee of \$5 will be charged per transaction and will be billed on a monthly basis in arrears. Members will receive their first bill in February 2014.

Part II: Description of rule changes

Changes to fees do not require any changes to the LCH.Clearnet LLC rulebook.

Part III: Core Principle Compliance

The introduction of PPS fees complies with the “fair and open access” requirement of Core Principle C (Participant and Product Eligibility) as the fee is charged equally to all members.

Part IV: Public Information

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/lc/proposed_rules.asp.

Part V: 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.



Certification

LCH.Clearnet LLC hereby certifies to the Commodity Futures Trading Commission, pursuant to the procedures set forth in the Commission regulation § 40.6, that attached rule submission complies with the Commodity Exchange Act, as amended, and the regulations promulgated there under.

Should you have any questions please contact me at laurian.cristea@lchclearnet.com.

Yours sincerely,

A handwritten signature in blue ink, appearing to be 'Laurian Cristea', enclosed within a blue oval scribble.

Laurian Cristea
Senior Vice President, Compliance & Regulation
US Contact: +1 212.513.5610

Appendix I

Submission Cover Sheet

SUBMISSION COVER SHEET

Registered Entity Identifier Code (optional) LCHLLC Date: 12 Dec 13

IMPORTANT: CHECK BOX IF CONFIDENTIAL TREATMENT IS REQUESTED.

ORGANIZATION | LCH.Clearnet LLC

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

LCH.Clearnet LLC is implementing PPS fees for funds transferred to the clearing house to recover charges from PPS banks.

Appendix II

PPS Fee Schedule

PPS Fees

A transaction fee of \$5 will be charged per PPS calls/pays.

The fee will be billed monthly in arrears and is payable in USD.