

SUBMISSION COVER SHEET

Registered Entity Identifier Code (optional) LCH

Date: 18 June 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

-

DESCRIPTION

LCH.Clearnet Limited's SwapClear service new standard pricing plan for client clearing fees.

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: 18 June 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 2 July 2012.

Part I: Explanation and Analysis

Under the SwapClear pricing principles, two pricing plans are offered to account for differences in client behavior and portfolio profiles, the Standard Pricing Plan and the High Turnover Plan.

Standard Pricing Plan - Discounted and Simplified

The Standard Pricing Plan has an up-front booking fee and an ongoing maintenance fee. The booking fee will be:

- Reduced by 10% across all transaction maturities
- Applied on a per million basis, per the table below
- Incurred at time of trade and collected monthly in arrears
- Further reduced for back-loaded trades through end of 2012 (booking fee is one-third of the levels below)

The maintenance fee will be assessed annually on the anniversary date of each trade, at 3 per million notional in the currency of the trade. Maintenance fees will not be charged for trades terminated before their anniversary date.

Standard Pricing Plan – Booking Fee	
Transaction Maturity	per million notional
0 to 1	0.90
1+ to 3	2.25
3+ to 5	4.05
5+ to 7	5.40
7+ to 10	7.20
10+ to 12	8.10
12+ to 15	9
15+ to 20	13.50
20+ to 25	16.20
25+ to 50	18

Example: a new \$100 million 5 year trade would incur a booking fee of \$405. At its first anniversary there would be a maintenance fee charge of \$300. If the trade is torn up before then, there is no maintenance fee charge.

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 is \$25 per ticket (for new and back-loaded trades). The ongoing risk consumption fee is 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

Part II: Certification by LCH.Clearnet

LCH.Clearnet certifies to the CFTC, in accordance with CFTC Regulation §40.6, that changes to 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.

Exhibit A
LCH.Clearnet Certification to the CFTC
See Attached

AMENDED RULES 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:

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

Signed as of 18 June 2012

By: 

Name: Lisa Rosen

Title: Group Head of Compliance and Public Affairs

LCH.Clearnet Limited