

SUBMISSION COVER SHEET

IMPORTANT: Check box if Confidential Treatment is requested

Registered Entity Identifier Code (optional): 16-06

Organization: Bats Hotspot SEF LLC

Filing as a: DCM SEF DCO SDR Please note - only ONE choice allowed.

Filing Date (mm/dd/yy): 12/09/2016 Filing Description:

Product Delisting

SPECIFY FILING TYPE Please note only ONE choice allowed per Submission.

Organization Rules and Rule Amendments

- | | |
|--|------------|
| <input type="checkbox"/> Certification | § 40.6(a) |
| <input type="checkbox"/> Approval | § 40.5(a) |
| <input type="checkbox"/> Notification | § 40.6(d) |
| <input type="checkbox"/> Advance Notice of SIDCO Rule Change | § 40.10(a) |
| <input type="checkbox"/> SIDCO Emergency Rule Change | § 40.10(h) |

Rule Numbers: _____

New Product

Please note only ONE product per Submission.

- | | |
|--|------------|
| <input type="checkbox"/> Certification | § 40.2(a) |
| <input type="checkbox"/> Certification Security Futures | § 41.23(a) |
| <input type="checkbox"/> Certification Swap Class | § 40.2(d) |
| <input type="checkbox"/> Approval | § 40.3(a) |
| <input type="checkbox"/> Approval Security Futures | § 41.23(b) |
| <input type="checkbox"/> Novel Derivative Product Notification | § 40.12(a) |
| <input type="checkbox"/> Swap Submission | § 39.5 |

Official Product Name: _____

Product Terms and Conditions (product related Rules and Rule Amendments)

- | | |
|--|----------------------|
| <input type="checkbox"/> Certification | § 40.6(a) |
| <input type="checkbox"/> Certification Made Available to Trade Determination | § 40.6(a) |
| <input type="checkbox"/> Certification Security Futures | § 41.24(a) |
| <input checked="" type="checkbox"/> Delisting (No Open Interest) | § 40.6(a) |
| <input type="checkbox"/> Approval | § 40.5(a) |
| <input type="checkbox"/> Approval Made Available to Trade Determination | § 40.5(a) |
| <input type="checkbox"/> Approval Security Futures | § 41.24(b) |
| <input type="checkbox"/> Approval Amendments to enumerated agricultural products | § 40.4(a), § 40.5(a) |
| <input type="checkbox"/> "Non-Material Agricultural Rule Change" | § 40.4(b)(5) |
| <input type="checkbox"/> Notification | § 40.6(d) |

Official Name(s) of Product(s) Affected: Interest Rate Swaps

Rule Numbers: _____

December 9, 2016

Submitted via CFTC Portal

Office of the Secretariat
U.S. Commodity Futures Trading Commission
Three Lafayette Centre
1155 21st Street
Washington, DC 20581

Re: Bats Hotspot SEF LLC Submission of Notification of Delisting of Certain Interest Rate Swaps (Submission No. 16-06)

To Whom It May Concern:

Pursuant to Section 5c(c) of the Commodity Exchange Act (“CEA”) and Section 40.6(a) of the Regulations of the Commodity Futures Trading Commission (the “Commission”), Bats Hotspot SEF LLC (“Bats Hotspot SEF”) is notifying the Commission that it is self-certifying the delisting of previously-listed interest rate swaps products, set forth below (collectively, “Delisted IRS Products”¹), effective December 23, 2016. The marketplace will be notified of this delisting by Notice to Participants Number 16-10, a copy of which is attached as Exhibit A.

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
1001	Australian Dollar	LCH	All	All
1002	Canadian Dollar	LCH	All	All
1003	Swiss Franc	LCH	All	All
1004	Euro	LCH	All	All
1005	British Pound	LCH	All	All
1006	Japanese Yen	LCH	All	All
1007	US Dollar	LCH	<u>Trading Convention:</u> Buy = Pay Float +/- Spread, Receive Float Sell = Receive Float +/-Spread, Pay Float	Electronic RFQ and Voice Order

¹ Bats Hotspot SEF amended its Rulebook to provide for the delisting of the Delisted IRS Products in its Submission No. 16-07, which is being submitted contemporaneously with this Notification of Delisting.

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p><u>Contract Size:</u> Increments of 100,000 currency units on Request for Quote System</p> <p><u>Swap Tenor or Swap Term</u> All durations of time from 30 days to 50 years except for swap tenors of 2, 3, 5, 7 and 10 years</p> <p><u>Trade Start Types</u></p> <ul style="list-style-type: none"> • Same Day: A new swap where the Effective Date is the same day as the trade date • Next Day: A new swap where the Effective Date is T + 1 from the trade date • Forward: A new swap with an effective dated on any day after the spot start date, before the maturity date, and no longer than 13 months <p><u>Swap Conventions</u></p> <p>Fixed Leg:</p> <ul style="list-style-type: none"> • Payment Frequency: Monthly, Quarterly and Annual • Day Count Convention: ACT/360, ACT 365, and ACT/ACT • Business Day Conventions: Following and Unadjusted for period dates <p>Floating Leg:</p> <ul style="list-style-type: none"> • Payment/Rests: Monthly and Semi Annual • Day Count Conventions: ACT/365 • Business Day Conventions: Following and Unadjusted for period dates <p><u>Trade Types</u></p> <ul style="list-style-type: none"> • “Spreads”: combination of interest rate swaps and US Treasury Bond purchases or sales 	Book

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<ul style="list-style-type: none"> • “IMM”: interest rate swaps where Effective Date, Accrual Dates and Maturity Date are IMM Dates. • “MAC” Swaps: Market Agreed Coupon • “Basis” Swaps: Exchange of two floating rate indices • “Package Trades”: Combination of Interest rate swaps <p><u>Block Trades</u> Block Trades may not be submitted pursuant to Bats Hotspot Rule 515</p>	
1008	US Dollar	CME	<p><u>Trading Convention:</u> Buy = Pay Float +/- Spread, Receive Float Sell = Receive Float +/- Spread, Pay Float</p> <p><u>Contract Size:</u> Increments of 100,000 currency units on Request for Quote System</p> <p><u>Swap Tenor or Swap Term</u> All durations of time from 30 days to 50 years except for swap tenors of 2, 3, 5, 7 and 10 years</p> <p><u>Trade Start Types</u></p> <ul style="list-style-type: none"> • Same Day: A new swap where the Effective Date is the same day as the trade date • Next Day: A new swap where the Effective Date is T + 1 from the trade date • Forward: A new swap with an effective dated on any day after the spot start date, before the maturity date, and no longer than 13 months 	Electronic RFQ and Voice Order Book

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p><u>Swap Conventions</u></p> <p>Fixed Leg:</p> <ul style="list-style-type: none"> • Payment Frequency: Monthly, Quarterly and Annual • Day Count Convention: 30E/360, ACT/360, ACT 365, and ACT/ACT • Business Day Conventions: Following and Unadjusted for period dates <p>Floating Leg:</p> <ul style="list-style-type: none"> • Payment/Rests: Monthly and Semi Annual • Day Count Conventions: ACT/365 • Business Day Conventions: Following and Unadjusted for period dates <p><u>Trade Types</u></p> <ul style="list-style-type: none"> • “Spreads”: combination of interest rate swaps and US Treasury Bond purchases or sales • “IMM”: interest rate swaps where Effective Date, Accrual Dates and Maturity Date are IMM Dates. • “MAC” Swaps: Market Agreed Coupon • “Basis” Swaps: Exchange of two floating rate indices • “Package Trades”: Combination of Interest rate swaps <p><u>Block Trades</u></p> <p>Block Trades may not be submitted pursuant to Bats Hotspot Rule 515</p>	

There is no open interest in the Delisted IRS Products.

In compliance with the CEA, we have reviewed the SEF Core Principles set forth in CEA Section 5h(f) and have determined that the delisting of Delisted IRS Products may affect the following Core Principles:

1. Core Principle 2 – Compliance with Rules. Bats Hotspot SEF will make publically available the details of the delisting of the Delisted IRS Products by posting a Notice to Participants on its website.
2. Core Principle 8 – Emergency Authority. There is no open interest in the Delisted IRS Products, and therefore there will be no market disruption related to their delisting.

Bats Hotspot SEF certifies that the delisting of the Delisted IRS Products complies with the CEA and the Commission's Regulations thereunder.

Bats Hotspot SEF further certifies that this Submission has been concurrently posted on Bats Hotspot SEF's website, <http://www.bats.com/global/fx/sef>. No substantive opposing views were expressed with respect to the delisting of the Delisted IRS Products.

If you have any questions regarding this submission, please contact me at (646) 856-8843 or sgalish@bats.com.

Sincerely,

/s/Suellen Galish
Counsel and Chief Compliance Officer

Attachments

cc: Jonathan Lave, Division of Market Oversight, Commodity Futures Trading Commission
(Email: jlave@cftc.gov)

Exhibit A



Notice No.	16-10
Date:	December 13, 2016
Subject:	Delisting of Products

This Notice to Participants is issued to inform you that effective December 23, 2016 Bats Hotspot SEF LLC (“Bats Hotspot SEF”) has delisted the interest rate swap products described below (“Delisted IRS Products”). The Commodity Futures Trading Commission (“CFTC”) was notified of the delisting of the Delisted IRS Products on December 9, 2016. On December 9, 2016, Bats Hotspot SEF submitted rule amendments to the CFTC regarding the respective rules that relate to the Delisted IRS Products. (A description of those rule amendments is provided in Notice to Participants 16-11.)

The following table describes the Delisted IRS Products.

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
1001	Australian Dollar	LCH	All	All
1002	Canadian Dollar	LCH	All	All
1003	Swiss Franc	LCH	All	All
1004	Euro	LCH	All	All
1005	British Pound	LCH	All	All
1006	Japanese Yen	LCH	All	All
1007	US Dollar	LCH	<u>Trading Convention:</u> <ul style="list-style-type: none"> • Buy = Pay Float +/- Spread, Receive Float • Sell = Receive Float +/-Spread, Pay Float <u>Contract Size:</u> Increments of 100,000 currency units on Request for Quote System	Electronic RFQ and Voice Order Book

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p><u>Swap Tenor or Swap Term</u> All durations of time from 30 days to 50 years except for swap tenors of 2, 3, 5, 7 and 10 years</p> <p><u>Trade Start Types</u></p> <ul style="list-style-type: none"> • Same Day: A new swap where the Effective Date is the same day as the trade date • Next Day: A new swap where the Effective Date is T + 1 from the trade date • Forward: A new swap with an effective dated on any day after the spot start date, before the maturity date, and no longer than 13 months <p><u>Swap Conventions</u></p> <p>Fixed Leg:</p> <ul style="list-style-type: none"> • Payment Frequency: Monthly, Quarterly and Annual • Day Count Convention: ACT/360, ACT 365, and ACT/ACT • Business Day Conventions: Following and Unadjusted for period dates <p>Floating Leg:</p> <ul style="list-style-type: none"> • Payment/Rests: Monthly and Semi Annual • Day Count Conventions: ACT/365 • Business Day Conventions: 	

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p>Following and Unadjusted for period dates</p> <p><u>Trade Types</u></p> <ul style="list-style-type: none"> • “Spreads”: combination of interest rate swaps and US Treasury Bond purchases or sales • “IMM”: interest rate swaps where Effective Date, Accrual Dates and Maturity Date are IMM Dates. • “MAC” Swaps: Market Agreed Coupon • “Basis” Swaps: Exchange of two floating rate indices • “Package Trades”: Combination of Interest rate swaps <p><u>Block Trades</u> Block Trades may not be submitted pursuant to Bats Hotspot Rule 515</p>	
1008	US Dollar	CME	<p><u>Trading Convention:</u></p> <ul style="list-style-type: none"> • Buy = Pay Float +/- Spread, Receive Float • Sell = Receive Float +/- Spread, Pay Float <p><u>Contract Size:</u> Increments of 100,000 currency units on Request for Quote System</p>	Electronic RFQ and Voice Order Book

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p><u>Swap Tenor or Swap Term</u> All durations of time from 30 days to 50 years except for swap tenors of 2, 3, 5, 7 and 10 years</p> <p><u>Trade Start Types</u></p> <ul style="list-style-type: none"> • Same Day: A new swap where the Effective Date is the same day as the trade date • Next Day: A new swap where the Effective Date is T + 1 from the trade date • Forward: A new swap with an effective dated on any day after the spot start date, before the maturity date, and no longer than 13 months <p><u>Swap Conventions</u></p> <p>Fixed Leg:</p> <ul style="list-style-type: none"> • Payment Frequency: Monthly, Quarterly and Annual • Day Count Convention: 30E/360, ACT/360, ACT 365, and ACT/ACT • Business Day Conventions: Following and Unadjusted for period dates <p>Floating Leg:</p> <ul style="list-style-type: none"> • Payment/Rests: Monthly and Semi Annual • Day Count Conventions: ACT/365 • Business Day Conventions: 	

Rule	Interest Rate Swap	Clearinghouse	Products Delisted	Trading Venue(s)
			<p>Following and Unadjusted for period dates</p> <p><u>Trade Types</u></p> <ul style="list-style-type: none"> • “Spreads”: combination of interest rate swaps and US Treasury Bond purchases or sales • “IMM”: interest rate swaps where Effective Date, Accrual Dates and Maturity Date are IMM Dates. • “MAC” Swaps: Market Agreed Coupon • “Basis” Swaps: Exchange of two floating rate indices • “Package Trades”: Combination of Interest rate swaps <p><u>Block Trades</u> Block Trades may not be submitted pursuant to Bats Hotspot Rule 515</p>	

If you have any questions regarding this Notice to Participants, please contact Suellen Galish at sgalish@bats.com.