



Notice No. 14-14

Date: October 9, 2014

Re: Amendments to Javelin SEF Rules

This Notice to Participants is issued to inform you of the rule amendments submitted by Javelin SEF, LLC (“Javelin”) to the Commodity Futures Trading Commission (“CFTC”) on September 30, 2014.

Specifically, Javelin SEF has amended Rules 515 and 606 to follow the CFTC’s No-Action Relief for Swap Execution Facilities from Certain “Block Trade” Requirements in Commission Regulation 43.2 (No Action Letter Number 14-118). These rule amendments will be effective on October 15, 2014.

The following is a table that summarizes all of the rule amendments. A marked copy of the Javelin SEF Rules, which indicate the revisions with additions underscored and deletions overstruck as indicated, is attached as Exhibit A. A clean copy of the Javelin SEF Rules is attached as Exhibit B.

<b>Rule Amendment</b>	<b>Explanation</b>
Rule 515	Amendments made to conform Rule 515 to NAL 14-118, expiring December 2015.
Rule 606	Amendments made to Rule 606 to clarify that, as required by NAL 14-118, expiring December 2015, that block trades is subject to void ab initio requirements.

If you have any questions regarding this Notice to Participants, please contact Suellen Galish at [suellen.galish@thejavelin.com](mailto:suellen.galish@thejavelin.com).

## EXHIBIT A

### Marked Copy of Rule Amendments

#### Rule 515. Block Trades

1. Pursuant to NAL 14-118, expiring December 15, 2015, Participants may submit Block Trades to Javelin SEF through by electronic or voice hybrid electronic execution a Javelin SEF Authorized Employee or on Javelin SEF's RFQ System, which shall not be subject to the requirements of Javelin SEF Rule 506(1).
2. Block Trades shall mean a publically reportable swap transaction that: (a) involves a swap that is listed on a registered swap execution facility or a designated contract market, (b) occurs away from the registered swap execution facility's or designated contract market's trading system or platform and is executed pursuant to the registered swap execution facility's or designated contract market's rules and procedures; (c) has a notional or principal amount at or above the appropriate minimum block size applicable to such swap; and (d) is reported subject to the rules and procedures of the registered swap execution facility or designated contract market and the rules described in this part, including the appropriate time delay requirements set forth in CFTC Regulation 43.5. For the avoidance of doubt, Participants may submit (by electronic, voice, or voice hybrid electronic means) an order that is above the minimum block size for execution on Javelin SEF, and if executed such trades will not receive block trade treatment (i.e.; the trade will not be not afforded the reporting time delay afforded to block trades).

#### Rule 606. Acceptance and Rejection for Clearing

Upon the execution of any orders resulting in Matched Orders through use of automated means to screen orders for compliance with risk based limits, Javelin SEF shall promptly submit such Matched Orders to the Clearinghouse for acceptance for clearing. Upon the execution of any orders resulting in Matched Orders without the use of automated means for compliance with risk based limits, Javelin SEF shall promptly submit such Matched Orders to the Clearinghouse for acceptance for clearing by the applicable Clearing Member and Clearinghouse. Matched Orders and Block Trades submitted for clearing and for which a rejection notice from the Clearinghouse has been received by Javelin SEF shall be void *ab initio*.

## EXHIBIT B

### Rule Amendments

#### Rule 515. Block Trades

1. Pursuant to NAL 14-118, expiring December 15, 2015, Participants may submit Block Trades to Javelin SEF by electronic or voice hybrid electronic execution on Javelin SEF's RFQ System, which shall not be subject to the requirements of Javelin SEF Rule 506(1).
2. Block Trades shall mean a publically reportable swap transaction that: (a) involves a swap that is listed on a registered swap execution facility or a designated contract market, (b) occurs away from the registered swap execution facility's or designated contract market's trading system or platform and is executed pursuant to the registered swap execution facility's or designated contract market's rules and procedures; (c) has a notional or principal amount at or above the appropriate minimum block size applicable to such swap; and (d) is reported subject to the rules and procedures of the registered swap execution facility or designated contract market and the rules described in this part, including the appropriate time delay requirements set forth in CFTC Regulation 43.5. For the avoidance of doubt, Participants may submit (by electronic, voice, or voice hybrid electronic means) an order that is above the minimum block size for execution on Javelin SEF, and if executed such trades will not receive block trade treatment (i.e.; the trade will not be not afforded the reporting time delay afforded to block trades).

#### Rule 606. Acceptance and Rejection for Clearing

Upon the execution of any orders resulting in Matched Orders through use of automated means to screen orders for compliance with risk based limits, Javelin SEF shall promptly submit such Matched Orders to the Clearinghouse for acceptance for clearing. Upon the execution of any orders resulting in Matched Orders without the use of automated means for compliance with risk based limits, Javelin SEF shall promptly submit such Matched Orders to the Clearinghouse for acceptance for clearing by the applicable Clearing Member and Clearinghouse. Matched Orders and Block Trades submitted for clearing and for which a rejection notice from the Clearinghouse has been received by Javelin SEF shall be void *ab initio*.