February 4, 2015 (amended April 30, 2015)

Notice to All Participants of TW SEF LLC:
RFQ1 Treatment for MAT Swap Leg of Specified Package Transactions

In accordance with CFTC No-Action Letter No.14-137 (November 10, 2014), commencing on February 16, 2015, MAT swap legs which are executed as part of specified types of Packages (i.e., MAT/Non-MAT Uncleared Packages, MAT/Non-Swap Instruments Packages) must be executed on a Swap Execution Facility (SEF) . To comply with these requirements, and in accordance with TW SEF Rule 411.A.,TW SEF will offer processing capabilities, utilizing the RFQ to 1 trading protocol, for the MAT swap leg of all applicable Package trades in Interest Rate Swaps and Credit Default Swaps. Supported Packages on TW SEF include MAT swaps versus any of the following:

- Swaptions
- Uncleared Swaps
- Government Bonds and Agencies
- Corporate Bonds
- Tranches
- Single Name CDS

TW SEF Workflow for Permitted Package Transactions shall be as follows:

- ✓ The RFQ initiator will be responsible for designating Package status on the ticket and selecting via a drop-down the specific Package type.
  - o Once the box is checked and a selection has been made, the ticket will flip to RFQ to 1 trading protocol regardless of the notional size of the MAT leg, which will be subject to the usual pre-trade credit check for cleared swaps.
- ✓ The RFQ initiator will then send the RFQ1 inquiry to the counterparty with whom the trade was negotiated. The counterparty will respond with the agreed upon level for the MAT leg.
- ✓ Once the trade is accepted, the MAT swap leg is reported to the SDR and submitted to the DCO for clearing.

For additional information, please see CFTC No-Action Letter 14-137 (November 10, 2014) at http://www.cftc.gov/ucm/groups/public/@lrlettergeneral/documents/letter/14-137.pdf, or contact your TW SEF representative or our client services team at help@tradeweb.com.