

## Derivatives Market Conduct 2026

### Course Outline

This course is intended to inform you of trading practices that may be considered violations of the Commodity Exchange Act (CEA), Commodity Futures Trading Commission (CFTC) regulations and/or the rules of futures self-regulatory organizations (SROs).

Introduction: Employer Liability / Exchange Jurisdiction / Exchange Trade Practice Sanctions

- I. Trade Practice Violations
  - a. Wash Sales
    - i. Explainedw
    - ii. Account Ownership
    - iii. Indirect Wash Trades
    - iv. Motivation
    - v. Inadvertent Trade Execution
    - vi. Prevention
    - vii. Case Discussions
  - b. Disruptive Trade Practices
  - c. Orderly Execution During the Closing Period
  - d. Spoofing
  - e. Spoofing Techniques
  - f. Spoofing – CFTC Cases and Consequences
  - g. Exchange Spoofing Rules
  - h. CME Disruptive Trading Rule FAQs
  - i. ICE Disruptive Trading Restrictions
  - j. Spoofing – Exchanges Cases and Consequences
  - k. Spoofing Deep Dives
    - i. Spoofing (Order Books 1-6)
    - ii. Layering (Order Books 1-7)
  - l. Indicative Opening Price & Indicative Opening Quantity
  - m. Supervisory Responsibilities
  - n. Supervision and Disruptive Trade Practices – Case Discussions
  - o. Market Manipulation
  - p. Anti-Fraud and Anti-Manipulation
  - q. Insider Trading & Misappropriated Information
  - r. Market Manipulation – Case Discussions
- II. General Offenses
  - a. General Offenses – CME

# EXCHANGE | ANALYTICS

- b. CME General Offenses – Examples
  - c. ICE General Offenses – Examples
  - d. Accessing the Markets – Trader Information
  - e. Accessing the Markets – Disciplinary Cases
  - f. Pre-arranged Trading
- III. Recordkeeping and Reporting Violations
  - a. Recordkeeping Systems
  - b. Position Limits
    - i. Purpose
    - ii. Types
    - iii. Reporting
- IV. Recent Regulatory Update
  - a. CFTC Regulatory Updates
  - b. NFA Regulatory Updates
  - c. ICE Futures U.S. Regulatory Updates
  - d. CME Regulatory Updates
- V. Assessment