

coinbase DERIVATIVES

Market Regulation Notice

To: Coinbase Derivatives (“CDE”) Participants

From: CDE Market Regulation Department

Notice: 24-03

Date: May 10, 2024

Subject: REMINDER: CDE Rule 305 (Dues, Assessments, and Fees)

Coinbase Derivatives (“CDE” or “Exchange”) is reminding participants transacting on CDE that they are subject to the CDE Rulebook, including Rule 305 (Dues, Assessments, and Fees), and only participants meeting the definitions of a Market Maker and Professional Trader are granted Privileges of Membership for purposes of [National Futures Association Bylaw 1301](#).

For ease of reference please refer to the below:

- “Market Maker” means a Participant that has entered into a Market Maker Agreement.
- “Professional Trader” means a Participant that is not a Market Maker or a Non-Professional Trader.
- “Non-Professional Trader” means a Participant that is 1) not registered, qualified or otherwise identified as a Professional Trader, Market Maker, liquidity provider, money manager, commodity trading advisor, or investment adviser with any stock, commodities, futures exchange or contract market, or with any financial regulatory authority; 2) not engaged in brokerage, banking, investment, or financial activities, as part of their regular course of business; 3) not using a fully automated order generating computer system; and 4) trading for its own account.

The entirety of the CDE Rulebook can be found [here](#), and the most up to date version will always be available on our website, <https://www.coinbase.com/derivatives>, under the Regulation section.

Any questions please contact the CDE Market Regulation Department at CDE-MarketRegulation@coinbase.com.

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CDE Rule 305. Dues, Assessments and Fees

- (a) The Exchange shall have the authority to set the amounts and times of payment for any dues, assessments, transaction fees, or other charges (“Fees”) to be paid by Participants.
- (b) Each Participant agrees to pay such Fees when they are due. The Exchange will notify Participants of changes in the Fees by notice and/or posting the changes on its website.
- (c) If a Participant fails to pay when due any such Fees levied on such Participant, and such payment obligation remains unsatisfied for thirty (30) days after its due date, the Exchange may suspend, revoke, limit, condition, restrict or qualify the Participant’s Trading Privileges and/or ability to otherwise access the Exchange Trading System as it deems necessary or appropriate.
- (d) Pursuant to NFA rules, eligible Participants (those meeting the definition of a Market Maker or Processional Trader on the Exchange) will receive Privileges of Membership for purposes of NFA Bylaw 1301. The Exchange does not assess NFA fees.