

**BEFORE THE
NATIONAL FUTURES ASSOCIATION**

In the Matter of:

J HANSEN INVESTMENTS LLC
(NFA ID #419843),

and

JONATHAN HANSEN
(NFA ID #420052).

)
)
)
)
)
)
)
)
)
)
)

NFA Case No. 12-MRA-004

**NOTICE OF MEMBER RESPONSIBILITY ACTION AND ASSOCIATE
RESPONSIBILITY ACTION UNDER NFA COMPLIANCE RULE 3-15**

National Futures Association (NFA) hereby gives notice to J Hansen Investments LLC (JHI), a commodity pool operator (CPO) NFA Member, and Jonathan Hansen (Hansen), an associated person (AP) and principal of JHI and an NFA Associate, that, pursuant to NFA Compliance Rule 3-15, the President of NFA, with the concurrence of NFA's Executive Committee, has taken a Member Responsibility Action (MRA) against JHI and an Associate Responsibility Action (ARA) against Hansen, respectively, whereby:

1. Effective immediately, JHI and Hansen are hereby suspended from NFA membership and associate membership effective immediately and until further notice;
2. JHI and Hansen are prohibited from placing any trades in any accounts in the name of JHI, Hansen or any other trading account or pools over which either JHI or Hansen exercise control;
3. JHI and Hansen are prohibited from disbursing or transferring any funds over which either JHI, Hansen or any person acting on behalf of JHI exercises control, without prior approval from NFA; and
4. JHI and Hansen are required to provide copies of this MRA/ARA via overnight courier to all: a) customers; b) any NFA Member, banks and other financial institutions with which money is on deposit in the name of JHI, Hansen or accounts over which JHI or Hansen exercise control.

This action is effective immediately and is deemed necessary to protect JHI and Hansen's customers since JHI and Hansen have failed to cooperate in NFA's examination and investigation of the firm.

In support of these actions, NFA attaches the affidavit of LeeAnn Reider, who is a Manager in NFA's Compliance Department, and based thereon alleges as follows:

1. JHI has been registered as an NFA Member CPO since April 30, 2010 and is located in Houston, Texas. Hansen is JHI's sole AP and listed principal and is also an NFA Associate. Hansen became an approved principal of JHI on April 6, 2010 and an AP and NFA Associate on April 30, 2010.
2. Although JHI has not listed any commodity pools with NFA, has never filed a disclosure document with NFA and does not have any Commodity Futures Trading Commission (CFTC) exemptions listed with NFA, JHI filed its annual questionnaire with NFA which indicated that the firm was in fact operating a commodity pool with customer funds. As a result, NFA commenced an unannounced examination of JHI on Tuesday, February 21, 2012.
3. NFA arrived at the firm's main office location and found no one present. Therefore, NFA contacted Hansen via phone and explained that NFA was trying to commence an examination of JHI. While Hansen initially answered some of NFA's questions and told NFA that he was currently managing about eight customer accounts, he eventually said that he wanted to end the telephone conversation since he could not verify he was actually speaking to someone from NFA. However, Hansen did agree to participate in a conference call later that same day (3:30 p.m.) as long as NFA arranged the call by sending Hansen an e-mail from nfa.futures.org.
4. Therefore, NFA immediately sent Hansen an e-mail which explained again that we were trying to conduct an examination of the firm and that we would contact him at 3:30 p.m. for the pre-arranged conference call. At 3:30 p.m., NFA attempted to contact Hansen multiple times. However, he failed to answer the phone. As a result, NFA attempted to reach Hansen in-person at his residence, but no one was available at that location either.
5. NFA then tried to contact Hansen again via phone, but was unsuccessful. NFA did leave Hansen a voice mail which stated that Hansen should meet NFA at JHI's office location tomorrow morning (February 22, 2012) at 9:30 a.m. so that NFA could conduct its examination of the firm.
6. Hansen did not meet NFA at JHI's office on February 22, 2012. NFA tried repeatedly again to contact him via phone and also by visiting him at his residence that morning, and was unsuccessful. Therefore, NFA sent JHI and Hansen an e-mail which reminded them of their obligation under NFA Compliance Rule 2-5 to cooperate promptly and fully with NFA during the examination of the firm. The e-mail also told Hansen to contact NFA

immediately. NFA has had no further contact with Hansen since its initial phone conversation on February 21, 2012.

7. Independent of Hansen, NFA learned that Hansen maintains a trading account in his own name as well as a trading account in the firm's name at an NFA Member futures commission merchant. The combined balance in both trading accounts is approximately \$102,000.
8. As stated above, JHI indicated in its annual questionnaire that it was operating a commodity pool with customer funds and Hansen told NFA that he was currently managing eight customer accounts. However, since JHI and Hansen have failed to cooperate with NFA, NFA is unable to determine definitively the source of funds in the customer trading accounts and pool, the source of funds in the trading accounts in Hansen's and JHI's names, respectively, where the customer trading accounts and pool are held, or how many commodity pool participants might exist.

The MRA and ARA will remain in effect until such time as JHI and Hansen have demonstrated to the satisfaction of NFA that they are in complete compliance with all NFA Requirements.

JHI and Hansen are entitled to a prompt hearing on this matter before NFA's Hearing Committee if they so request. The request for a hearing shall be made in writing to:

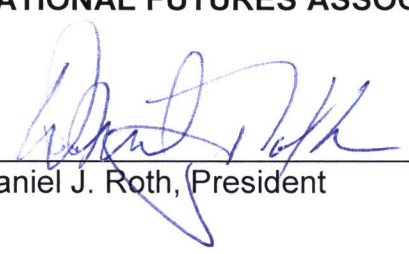
National Futures Association
300 South Riverside Plaza
Suite 1800
Chicago, Illinois 60606
Attn: Legal Department-Docketing

E-Mail: Docketing@nfa.futures.org
Facsimile: 312-781-1672

Aggrieved parties may petition the CFTC for a stay of this MRA and ARA pending a hearing pursuant to and in conformity with the terms set forth in CFTC Regulation 171.41.

NATIONAL FUTURES ASSOCIATION

Date: 02/27/2012

By: 
Daniel J. Roth, President

(ecs:MRA\2012\MRA_JHI, Hansen (2.12).docx)

AFFIDAVIT

THE AFFIANT, LEEANN REIDER, BEING DULY SWORN AND UNDER OATH STATES THAT:

1. My name is LeeAnn Reider, and I am employed by National Futures Association (NFA) as a Manager in NFA's Compliance Department. In my capacity as a Manager, I participated in and oversaw an examination and investigation of J Hansen Investments LLC (JHI), a commodity pool operator (CPO) NFA Member and Jonathan Hansen (Hansen), an associated person (AP) and principal of JHI and an NFA Associate.
2. JHI has been registered as an NFA Member CPO since April 30, 2010 and is located in Houston, Texas. Hansen is JHI's sole AP and listed principal and is also an NFA Associate. Hansen became an approved principal of JHI on April 6, 2010 and an AP and NFA Associate on April 30, 2010.
3. Although JHI has not listed any commodity pools with NFA, has never filed a disclosure document with NFA and does not have any Commodity Futures Trading Commission (CFTC) exemptions listed with NFA, JHI filed its annual questionnaire with NFA which indicated that the firm was in fact operating a commodity pool with customer funds. As a result, NFA commenced an unannounced examination of JHI on Tuesday, February 21, 2012.
4. NFA arrived at the firm's main office location and found no one present. Therefore, NFA contacted Hansen via phone and explained that NFA was trying to commence an examination of JHI. While Hansen initially answered some of NFA's questions and told NFA that he was currently managing about eight customer accounts, he eventually said that he wanted to end the telephone conversation since he could not verify he was actually speaking to someone from NFA. However, Hansen did agree to participate in a conference call later that same day (3:30 p.m.) as long as NFA arranged the call by sending Hansen an e-mail from nfa.futures.org.
5. Therefore, NFA immediately sent Hansen an e-mail which explained again that we were trying to conduct an examination of the firm and that we would contact him at 3:30 p.m. for the pre-arranged conference call. At 3:30 p.m., NFA attempted to contact Hansen multiple times. However, he failed to answer the phone. As a result, NFA attempted to reach Hansen in-person at his residence, but no one was available at that location either.
6. NFA then tried to contact Hansen again via phone, but was unsuccessful. NFA did leave Hansen a voice mail which stated that Hansen should meet

NFA at JHI's office location tomorrow morning (February 22, 2012) at 9:30 a.m. so that NFA could conduct its examination of the firm.

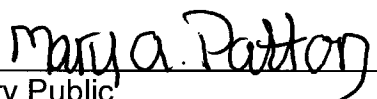
7. Hansen did not meet NFA at JHI's office on February 22, 2012. NFA tried repeatedly again to contact him via phone and also by visiting him at his residence that morning, and was unsuccessful. Therefore, NFA sent JHI and Hansen an e-mail which reminded them of their obligation under NFA Compliance Rule 2-5 to cooperate promptly and fully with NFA during the examination of the firm. The e-mail also told Hansen to contact NFA immediately. NFA has had no further contact with Hansen since its initial phone conversation on February 21, 2012.
8. Independent of Hansen, NFA learned that Hansen maintains a trading account in his own name as well as a trading account in the firm's name at an NFA Member futures commission merchant. The combined balance in both trading accounts is approximately \$102,000.
9. As stated above, JHI indicated in its annual questionnaire that it was operating a commodity pool with customer funds and Hansen told NFA that he was currently managing eight customer accounts. However, since JHI and Hansen have failed to cooperate with NFA, NFA is unable to determine definitively the source of funds in the customer trading accounts and pool, the source of funds in the trading accounts in Hansen's and JHI's names, respectively, where the customer trading accounts and pool are held, or how many commodity pool participants might exist.

Further Affiant sayeth naught.

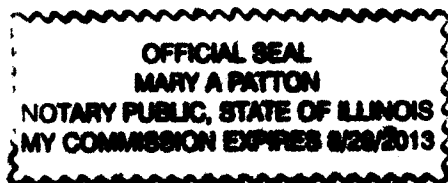


LeeAnn Reid

Subscribed and sworn to before me
on this 27th day of February 2012.



Notary Public



AFFIDAVIT OF SERVICE

I, Nancy Miskovich-Paschen, on oath state that on February 27, 2012, I served copies of the attached Notice of Member Responsibility Action and Associate Responsibility Action Under NFA Compliance Rule 3-15, by sending such copies by facsimile and overnight delivery, in envelopes addressed as follows to:

David Stawick
Office of the Secretariat
Commodity Futures Trading
Commission
Three Lafayette Centre
1155 21st Street, NW
Washington, DC 20581
(Facsimile: 202-418-5521)

Terry Montgomery
Division of Enforcement
Commodity Futures Trading
Commission
Three Lafayette Centre
1155 21st Street, NW
Washington, DC 20581
(Facsimile: 202-418-5523)

and by sending such copies by e-mail and overnight delivery, in envelopes addressed as follows to:

J Hansen Investments LLC
2829 Texas Avenue
Suite 200
Texas City, TX 77590
Attn: Jonathan Hansen
E-mail: jhanseninvestments@gmail.com

Jonathan Hansen
310 Foxtail Ct.
League City, TX 77573
E-mail: jhanseninvestments@gmail.com

J Hansen Investments
1100 Nasa Parkway
Suite 314
Houston, TX 77058
Attn: Jonathan Hansen
E-mail: jhanseninvestments@gmail.com

and by sending such copies by e-mail and messenger service, in envelopes addressed as follows to:

Dorman Trading LLC
141 West Jackson Boulevard
Suite 2070
Chicago, IL 60604
Attn: Marc Nagel
E-mail: mn@dormantrading.com

Dorman Trading LLC
141 West Jackson Boulevard
Suite 2070
Chicago, IL 60604
Attn: Dennis D. Dorman
E-mail: rs@dormantrading.com

Nancy Miskovich-Paschen
Nancy Miskovich-Paschen

Subscribed and sworn to before me
on this 27th day of February 2012.

Mary A. Patton
Notary Public

