FILED

MAY 29 2007

NATIONAL FUTURES ASSOCIATION
LEGAL DOCKETING

NATIONAL FUTURES ASSOCIATION
BEFORE THE HEARING PANEL

In the Matter of:	)	
	)	
INTERACTIVE BROKERS LLC	)	
(NFA ID #258600),	)	NFA Case No. 06-BCC-010
	)	
Respondent.	)	

DECISION

Having reviewed the Complaint issued by the Business Conduct Committee ("BCC") of National Futures Association ("NFA") in the above-captioned case, and having considered the Offer of Settlement ("Offer") submitted by Interactive Brokers LLC ("Interactive") and having accepted the Offer, the Hearing Panel ("Panel") hereby issues this Decision as to Interactive.

I

ALLEGED VIOLATIONS OF NFA REQUIREMENTS

On June 2, 2006, NFA's BCC issued a Complaint against Interactive, a futures commission merchant ("FCM") Member of NFA located in Greenwich, Connecticut.

The Complaint charged Interactive with violations of NFA Compliance Rule 2-10 for failing to maintain adequate books and records necessary and appropriate to conduct its business; NFA Compliance Rule 2-5 for failing to provide full and complete information to NFA, in a timely fashion, concerning NFA's 2004 and 2005 audits of Interactive and an assessment fee rebate which Interactive credited to itself for its purported overpayment of NFA assessment fees; and NFA Bylaw 1101 for doing

business with Kevin Steele ("Steele"), a non-Member of NFA, who maintained personal trading accounts at Interactive that were in his name but were actually illegal commodity pools, which Steele funded with money he received from investors.

II

OFFER OF SETTLEMENT

Interactive submitted an Offer of Settlement ("Offer") in which it proposed to settle the charges against it on the following terms: Interactive agreed to pay up to $325,000 into a "restitution fund" at NFA, which NFA will administer for the benefit of individuals who invested with Steele, in accordance with the terms and conditions set forth in the Offer; and Interactive also agreed to pay a fine of $125,000 to NFA, due and payable within thirty days after the date of a Decision accepting its Offer.

III

PENALTY

Having considered the matter and having accepted the Offer submitted by Interactive, the Panel orders Interactive to pay up to $325,000 into a "restitution fund" at NFA, which NFA will administer for the benefit of individuals who invested with Steele, in accordance with the terms and conditions set forth in Interactive's Offer; and pay a fine of $125,000 to NFA, due and payable within thirty days after the issuance of this Decision.

On motion of NFA, the Panel orders that Count II of the Complaint – which charges Interactive with failing to cooperate with an NFA examination and inquiry – be dismissed based on NFA's representation that the dispute surrounding the alleged rebate taken by Interactive for its purported overpayment of NFA assessment fees has been resolved.

The entry of this Decision and the sanctions in this matter does not represent a finding by NFA or the Hearing Panel with regard to any particular allegation made in the Complaint in this matter.

NATIONAL FUTURES ASSOCIATION
HEARING PANEL

Date: 5-24-07

By: Paul B. O'Kelly
Paul O'Kelly
Chairperson

m/rvh/Interactive Decision

AFFIDAVIT OF SERVICE

I, Nancy Miskovich-Paschen, on oath state that on May 29, 2007, I served copies of the attached Decision, by sending such copies in the United States mail, postage prepaid, certified mail, return receipt requested, and by regular mail, first-class delivery, in envelopes addressed as follows:

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and by hand delivery to:

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200 West Madison Street
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Chicago, IL 60606

Nancy Miskovich-Paschen

Nancy Miskovich-Paschen

Subscribed and sworn to before me
on this 29th day of May 2007.

Mary A. Patton

Notary Public

OFFICIAL SEAL
Mary A. Patton
Notary Public, State of Illinois
MY COMMISSION EXPIRES 7-17-09