

Number of traders signed on to Auto-Ex	Approximate number of trades allocated to the specialist	Approximate number of trades allocated to the traders signed on to Auto-Ex (as a group)
1	60%	40%
2	40%	60%
3-7	30%	70%
8 or more	25%	75%

(ii) Notwithstanding the foregoing, in the event the Exchange establishes a payment for order flow program, in which it collects a fee from the registered options traders, the rotation designed to provide that the allocation of Auto-Ex trades between the specialist and traders signed on to Auto-Ex in a given option class is as follows:

Number of traders signed on to Auto-Ex	Approximate number of trades allocated to the specialist	Approximate number of trades allocated to the traders signed on to Auto-Ex (as a group)
1	60%	40%
2-4	40%	60%
5-7	30%	70%
8-15	25%	75%
16 or more	20%	80%

***** Commentary**

.01 through .03 No change.

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Rules of General Applicability

Rule 950

(a) through (c) No change.

(d) The provisions of Rule 126, with the exception of subparagraphs (a) and (b) thereof, shall apply to Exchange option transactions and the following additional commentary shall also apply.

***** Commentary**

.01 through .05 No change.

.06(i)(A) When two or more bids (offers) are made simultaneously by the specialist dealing for his own account and by registered options traders, all such bids (offers) shall be on parity and any contracts sold (bought) in execution of such bids (offers) shall be divided among the specialist and registered options trader(s) so that the specialist shall receive the following percentage of contracts executed and the registered options traders shall divide the remainder in accordance with Rule 950(n), Commentary .03(a)(iii):. The following percentages shall be in effect for equity option classes:

Number of traders on parity	Approximate percentage of contracts allocated to the specialist	Approximate percentage of contracts allocated to the traders (as a group)
1	60	40
2	40	60
3 or more	30	70

In addition, the following percentages shall be in effect for options on Exchange Traded Funds, Trust Issued Receipts and Indexes:

Number of traders on parity	Approximate percentage of contracts allocated to the specialist	Approximate percentage of contracts allocated to the traders (as a group)
1	60	40
2	40	60
3-7	30	70
8 or more	25	75

Notwithstanding the foregoing, neither the specialist nor a registered options trader will be allocated more executed contracts than the number of contracts representing the specialist's or registered options trader's portion of the aggregate quotation size, as that term is used in Rule 958A, except, when the number of executed contracts to be allocated exceeds the aggregate quotation size disseminated for that options series.

(B) In the event the Exchange establishes a payment for order flow program, in which it collects a fee from the registered options traders, when two or more bids (offers) are made simultaneously by the specialist dealing for his own account and by registered options traders, all such bids (offers) shall be on parity and any contracts sold (bought) in execution of such bids (offers) shall be divided among the specialist and registered options trader(s) so that the specialist shall receive a percentage of the contracts executed and the registered options traders shall divide the remainder in accordance with Rule 950(n), Commentary .03(a)(iii). The following percentages shall be in effect for equity option classes:

Number of traders on parity	Approximate [number] percentage of contracts allocated to the specialist	Approximate [number] percentage of contracts allocated to the traders (as a group)
1	60	40
2-4	40	60
5-7	30	70
8-15	25	75

Number of traders on parity	Approximate [number] percentage of contracts allocated to the specialist	Approximate [number] percentage of contracts allocated to the traders (as a group)
16 or more	20	80

Notwithstanding the foregoing, neither the specialist nor a registered options trader will be allocated more executed contracts than the number of contracts representing the specialist's or registered options trader's portion of the aggregate quotation size, as that term is used in Rule 958A, except, when the number of executed contracts to be allocated exceeds the aggregate quotation size disseminated for that options series.

(ii) No change.

.07 (i) The Exchange's automated allocation system, known as Quick Trade, when activated for a particular transaction in a given options series, will provide for the automatic allocation on a rotating basis of executed orders to the specialist and participating registered options traders. Executed orders of ten contracts or less are allocated to Quick Trade participants as set forth below. If an executed order is greater than ten contracts, Quick Trade divides the execution into ten or less lots and allocates a lot to each participant. Each lot is considered a separate trade for purposes of allocating trades within Quick Trade. The rotation is designed to provide that the allocation of trades between the specialist and traders signed on to Quick Trade in a given equity option [series] class is as follows:

Number of traders signed on to quick trade	Approximate number of trades allocated to the specialist	Approximate number of trades allocated to the traders signed on to quick trade (as a group)
1	60%	40%
2	40%	60%
3 or more	30%	70

In addition, for options on Exchange Traded Funds, Trust Issued Receipts and Indexes, the allocation of trades between the specialist and traders signed on to Quick Trade is as follows:

Number of trades signed on to quick trade	Approximate number of trades allocated to the specialist	Approximate number of trades signed on to quick trade (as a group)
1	60%	40%