



BATS Options Exchange Unveils NBBO Setter Rebates and an Updated Fee Schedule Effective Monday, January 3rd 2011

NBBO Setter Rebate

Effective January 3, 2011 (subject to filing with the SEC), BATS Options will provide a rebate of \$.50 per contract to all members for orders that set the National Best Bid and Offer (NBBO) and get an execution. The \$.50 per contract rebate will only be made available applicable to Members with an ADV of 20,000 contracts on the BATS Options platform on a monthly basis.

New Book Fees/Rebates

Additionally, BATS is launching a new pricing model in its options market that increases the rebates across the board, while lowering the cost of removing liquidity for customers. Market makers or firms executing with each other receive a rebate of \$0.35 per contract that adds liquidity and are charged \$0.35 per contract for removing liquidity. All Members who post liquidity that is removed by a customer capacity order will receive a \$0.25 rebate and customer pricing is flat at \$0.25 to add or remove liquidity.

	Customer	Firm / Market Maker
Make	\$.25	\$.35* (\$.25)*
Take	\$.25	\$.35
NBBO Set	\$.50**	\$.50**

* Firm/MM orders that provide liquidity but are traded against by Customer orders will receive a \$.25 rebate, \$.35 when trading against all other capacities.

** The NBBO Setter Rebate will be paid to the first order on the BATS book that creates a new price level in the market – sets a new NBBO. To be eligible to receive the NBBO Setter Rebate a firm must also achieve an average daily volume of 20,000 contracts executed on the BATS Options book on a monthly basis.

New Routing Fees

The new BATS Option pricing model also includes new routing pricing, which is based on execution venue and capacity, regardless of routing strategy, and applies to BATS' CYCLE, Parallel and BATS+ order types.

For More Information

The proposed BATS Options fee schedule is available at:

http://www.batstrading.com/resources/regulation/rule_book/BZX_Proposed_Fee_Schedule.pdf

Please contact the BATS Trade Desk or your Director of Sales with any questions. We appreciate your continued support of BATS and look forward to earning more of your business. As always, we are committed to our Members and to Making Markets Better.

BATS Trade Desk

913.815.7001

tradedesk@batstrading.com

www.batsoptions.com/alerts