



Participant Notice

Ref: PN10/04

Dated: 1st June 2010

From: Participant Services

Subject: Amendments to the Rule Book and Participant Manual

This Notice summarises a number of amendments that BATS Trading Limited ("BATS") is making to the Rule Book and Participant Manual. The amendments have not been deemed Material Amendments under the Rules, as they introduce new optional functionality or clarify current provisions.

Rule Book

The definition of Central Counterparty has been amended in the Rule Book to provide for the suppression of the reporting of certain self-matched transactions to the Central Counterparty(ies). This functionality is described in more detail in the Participant Manual.

The reference in Rule 14.3 to Rule 13.4 is incorrect and should read Rule 14.4.

The amendment to the definition of Central Counterparty will come into effect from market open on Friday 4th June 2010.

Participant Manual

BATS+ Order type

The Participant Manual has been amended to include a new BATS+ Order type. All Orders using the BATS+ strategy first access the BATS Dark Book and BATS Integrated Book up to the specified limit price before routing out any residual quantity to a single named Away Venue, which may be a Displayed Away Venue or Non Displayed Away Venue. Details of Away Venues available with the BATS+ Order type may be found on the Website.

The BATS Order Routing Facility is a separate service from the BATS MTF and is only available to clients who are Participants of the MTF and who are categorised as Eligible Counterparties, as defined under the FSA Rules.

BATS+ will be available from market open today, Tuesday 1st June 2010.



Post only Orders

The Participant Manual has been amended to provide that post only Orders are only available in the BATS Integrated Book. This amendment takes effect from market open today, Tuesday 1st June 2010 and has been made in response to Participant feedback.

Self-matched transactions

The Participant Manual has been amended to provide that Participants have the option to suppress the reporting of certain self-matched transactions to the Central Counterparty(ies) where there is no net settlement; that is, where the Participant, clearing method (as a Direct Clearing Participant or through a General Clearing Participant) and the account type (either House or Client) are all the same. This functionality will be available from market open on Friday 4th June 2010.

Execution Price Collar and market Orders

The descriptions of the Execution Price Collar (previously referred to as the order entry collar) and market Orders have been clarified. These amendments take immediate effect.

Erroneous Transaction Policy

BATS Europe has recently made available via the Participant account login a Clearly Erroneous Execution (CEE) Form. The Participant Manual has been amended to make reference to the CEE Form and to align the information that is required. The CEE Form is currently available.

A summary of the changes can be found in the attached table. A definitive copy of the amended Participant Manual, which will take effect from market open today, Tuesday 1st June 2010, is attached and will be available today on the Website.

For any queries, please contact Participant Services: ParticipantServicesEurope@batstrading.com or +44 (0) 20 7012 8902

Regards,

Participant Services
BATS Europe



Rule Book: Summary of amendments between version 2.4 and version 2.5

Page	Amendment
Cover	Change of date and change of version number.
Page 1	Definition of Central Counterparty: Removed “all” from “all transactions”.
Page 11	Rule 14 (Amendments to these Rules): Corrected the reference in Rule 14.3 from “13.4” to “14.4”.

Participant Manual: Summary of amendments between version 2.8 and version 2.9

Page	Amendment
Cover	Change of date and change of version number.
Contents	Updated page numbers.
Page 4-6	Section 3 (How BATS Works): Added footnote regarding the option to suppress the reporting of certain self-matched transactions to the Central Counterparty(ies). Clarified the description of the Price Execution Collar (previously referred to as the order entry collar).
Page 12	Section 17 (Erroneous Transaction Policy): Added reference to Clearly Erroneous Execution (CEE) Form. Aligned the information that Participants need to provide to request a review.
Page 15	Section 23 (Clearing and Settlement): Added description of functionality to suppress the reporting of certain self-matched executions to the Central Counterparty(ies).
Pages 16-20	Section 26 (Order types): Amended the description of market Orders. Removed the reference to the post only Order type being available in the Dark Book. Removed NASDAQ OMX Europe and Xetra International from the EBBO description. Added description of the BATS+ Order type.
Page 22	Section 32 (Participant Notices): Corrected Rule reference from Rule 13.4 to 14.4.