

Regulatory Circular #94-72

Date: October 28, 1994

To: DPMs and Market Makers Trading at DPM Stations

From: The Modified Trading System (MTS) Appointment Committee and
The Market Performance Committee

Re: Enforcement of the Provisions of Rule 8.16

The attached Regulatory Circular #94-59 details the recent changes made to Exchange Rules 8.16 and 24.16 regarding RAES log-on and log-off requirements. These requirements are applicable to DPMs and market makers who trade at DPM stations.

The Modified Trading System (MTS) Appointment Committee reminds DPMs that the provisions of Rule 8.80(c)(5) obligate DPMs to provide continuous RAES coverage in all classes in their appointment. Furthermore, MTS policy permits each individual badge associated with a DPM organization, provided that badge is actively trading in the DPM appointed classes, to be logged onto RAES in all classes in that appointment. In addition to the requirement that DPMs provide continuous RAES coverage in all classes in their appointment, DPMs are obliged to abide by all other provisions of Rule 8.16, including the requirement that the individual DPM acronym be logged-off RAES when that representative leaves the station for more than a five minute interval.

Exchange personnel will have responsibility for notifying two Market Performance Committee members if they become aware of a violation of Rule 8.16 by either a DPM or a market maker trading at a DPM station.

Any questions regarding Rules 8.16 or 8.80 may be directed to Daniel Hustad at 786-7715.