

Regulatory Circular RG94-21

Date: April 4, 1994
To: Non-clearing DPMs
From: Accounting
Subject: Non-clearing DPM Regulatory Fee

Effective April 1, 1994, the Securities and Exchange Commission has amended the Net Capital Rule to make it applicable to certain specialists that are currently exempt. DPMs will be required to undergo an annual audit by the Financial Compliance Department in respect of compliance with the Net Capital Rule and other matters.

To recover the Exchange's costs to review the FOCUS reports and conduct the annual audit, the Board of Directors approved a Non-clearing DPM Regulatory Fee of \$150 per quarter, effective April 1, 1994. The fee, which was filed with the Securities and Exchange Commission and made effective April 1, 1994, will be assessed at the end of a quarter via a debit to the DPMs designated clearing firm.

If you have any questions, please call Steve O'Malley from Financial Compliance (786-7925) or Don Patton from Accounting (786-7026).