

Form ATS-N Exhibit 3 filing for ATS-1 (MS Trajectory Cross)

Part Number	Item Number	Question	Answer
Part III	Item 21	<b>Trade Reporting</b>	
Part III	Item 21a	Explain any procedures and material arrangements for reporting transactions on the NMS Stock ATS, including where an ATS reports transactions and under what circumstances.	<p>All reportable transactions effected in ATS-1 are over-the-counter or OTC transactions that are trade-reportable pursuant to applicable trade reporting requirements. Transactions effected by ATS-1 are (i) reported with the weighted-average price/special pricing formula (.W) trade modifier; and (ii) reported to the FINRA/Nasdaq (Carteret) trade reporting facility. The possible exception to clause (ii) is that the Broker-Dealer Operator may choose instead to report a small number of transactions to the FINRA/NYSE trade reporting facility <a href="#">and/or the FINRA/Nasdaq (Chicago) trade reporting facility</a> to maintain connectivity to the FINRA/NYSE trade reporting facility <a href="#">and/or the FINRA/Nasdaq (Chicago) trade reporting facility</a> as a ready and viable backup<sup>s</sup>. Where appropriate, matches between two internal business units or trading desks of the Broker-Dealer Operator or of an affiliate are treated as journal entries (internal movements of positions and monies) and therefore are not trade reported.</p>