

Additions: Underlined

Rule 7.11. Trading Pauses in Individual Securities Due to Extraordinary Market Volatility

The provisions of this Rule shall be in effect during a pilot set to end on December 10, 2010.

(a) Trading Pause. Between 6:45 a.m. and 12:35 p.m. Pacific Time, or in the case of an early scheduled close, 25 minutes before the close of trading, if the price of a security listed on the Corporation moves by 10% or more within a five-minute period (“Threshold Move”), as calculated pursuant to paragraph (c) below, trading in that security shall immediately pause on the Corporation for a period of five minutes (a “Trading Pause”).

(b) Re-opening of Trading following a Trading Pause. At the end of the Trading Pause, the Corporation shall re-open the security in accordance with the procedures set forth in Rule 7.35 for a Trading Halt Auction. In the event of a significant imbalance at the end of a Trading Pause, the Corporation may delay the re-opening of a security. The Exchange will issue a notification if it cannot resume trading for a reason other than a significant imbalance.

(c) Calculation of Threshold Move. Every second the Corporation shall calculate the Threshold Move by comparing each last consolidated sale price of a security (“Trigger Trade”) during the preceding second to a reference price (the “Calculation Time”). The reference price shall be any transaction in that security printed to the Consolidated Tape during the five-minute period before the Calculation Time, except for Trigger Trades in the first five minutes following 6:45 a.m., for which reference prices will begin at 6:45 a.m. Only regular way, in-sequence transactions qualify as either a Trigger Trade or a reference price. The Corporation can exclude a transaction price from use as a reference price or Trigger Trade if it concludes that the transaction price resulted from an erroneous execution.

(d) Notification of Trading Pauses. If a Trading Pause is triggered under this Rule, the Corporation shall immediately notify the single plan processor responsible for consolidation of information for the security pursuant to Rule 603 of Regulation NMS under the Securities Exchange Act of 1934.

(e) If a primary listing market issues an individual stock trading pause, the Corporation will pause trading in that security until trading has resumed on the primary listing market or notice has been received from the primary listing market that trading may resume. If the primary listing market does not reopen the security within 10 minutes of notification of a Trading Pause, the Corporation may resume trading the security.

(f) During a trading pause issued by another primary listing market, the Corporation will take the following action with respect to new and existing orders:

- (i) maintain all resting orders in the Book;
- (ii) cancel any unexecuted portion of Market Orders and Pegged Orders;
- (iii) accept and process all cancellations;
- (iv) accept and route new Market Orders to the primary market;
- (v) accept and route PO and PO+ Orders to the primary market; and
- (vi) reject all other orders until the stock has reopened.

[••• *Supplementary Material:* -----] *Commentary:*

[.10] .01 During the pilot, the provisions of this Rule shall be in effect only with respect to securities included in the S&P 500[®] Index, securities included in the Russell 1000[®] Index, as well as a pilot list of Exchange Traded Products.