

Text of the Proposed Rule Change:¹

Rules of The NYSE Arca, Inc.

RULE 6

OPTIONS TRADING

Rule 6.4.

Series of Options Open for Trading

(a) - (f) No Change

Commentary:

.01 - .03 No Change

.04 (a) The Exchange may select a limited number of its listed options on individual stocks for which the interval of strike prices will be \$1.00 ("1 strike prices") provided the strike price is \$50 or less, but not less than \$1. The listing of \$1 strike prices will be limited to options issues overlying no more than [fifty-five (55)] 150 individual stocks ("the \$1 Strike Program") as specifically designated by the Exchange. The Exchange may list \$1 strike prices on any other option issues if those issues are specifically designated by other securities exchanges that employ a \$1 Strike Program under their respective rules. To be eligible for inclusion into the \$1 Strike Program, an underlying stock must close below \$50 in its primary market on the previous trading day. After a stock is added to the \$1 Strike Program, the Exchange may list \$1 strike prices from \$1 to \$50 that are no more than \$5 from the closing price of the underlying on the preceding day. For example, if the underlying stock closes at \$13, the Exchange may list strike prices from \$8 to \$18. The Exchange may not list series with \$1.00 intervals within \$0.50 of an existing strike price in the same series, except that strike prices of \$2, \$3, and \$4 shall be permitted within \$0.50 of an existing strike price for classes also selected to participate in the \$0.50 Strike Program, and may not list \$2.50 intervals (e.g. \$12.50, \$17.50) below \$50 under Commentary .03 of this Rule for any issue included within the \$1 Strike Program if the addition of \$2.50 intervals would cause the issue to have strike price intervals that are \$.50 apart. Additionally, the Exchange may not list long-term option series ("LEAPS") at \$1 strike price intervals for any option class selected for the \$1 Strike Program.

¹ New text is underscored; deleted text is in brackets.

A stock shall remain in the \$1 Strike Program until otherwise designated by the Exchange.

(b) – (c) No Change

Delisting Policy. With respect to options classes added pursuant to this Commentary .04, the Exchange will, on a monthly basis, review series in classes that had series that were listed under this provision with strike prices that are more than \$5 from the current value of an options class and delist series with no open interest in both the put and the call series having a: (i) strike higher than the highest strike price with open interest in the put and/or call series for a given expiration month; and (ii) strike lower than the lowest strike price with open interest in the put and/or call series for a given expiration month.

Notwithstanding the above referenced delisting policy, member requests to add strikes and/or maintain strikes in series of options classes traded pursuant to this Commentary .04 eligible for delisting may be granted.

In connection with the above referenced delisting policy, if the Exchange identifies series for delisting, the Exchange shall notify other options exchanges with similar delisting policies regarding eligible series for delisting, and shall work with such other exchanges to develop a uniform list of series to be delisted, so as to ensure uniform series delisting of multiply listed options classes.

.05 - .08 No Change