

Additions are underlined;  
Deletions are [bracketed].

## RULES OF THE NYSE ARCA, INC.

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### Rule 6.65. Trading Halts and Suspensions

(a) – (d) No Change

(e) The Exchange shall halt trading in all options whenever the equities markets initiate a market-wide trading halt commonly known as a circuit breaker in response to extraordinary market conditions.

#### *Commentary:*

**.01 - .04** No Change

.05 The reopening of trading following a trading halt under subparagraph (e) above shall be conducted pursuant to procedures adopted by the Exchange and communicated by notice to its OTP Holders and OTP Firms.

### **Rule 6.65A. Limit-Up and Limit-Down During Extraordinary Market Volatility**

This Rule shall be in effect during a pilot period to coincide with the pilot period for the Plan to Address Extraordinary Market Volatility Pursuant to Rule 608 of Regulation NMS, as it may be amended from time to time (“LULD Plan”). Capitalized terms used in this Rule shall have the same meaning as provided for in the LULD Plan.

(a) Treatment of Orders during a Limit State and Straddle State in the Underlying NMS stock.

(1) The Exchange shall reject Market Orders, as defined in Rule 6.62(a), entered when the underlying NMS stock is either in a Limit State or a Straddle State and shall notify OTP Holders of the reason for such rejection.

(2) The Exchange shall not elect Stop Orders, as defined in Rule 6.62(d)(1), when the underlying NMS stock is either in a Limit State or a Straddle State.

(b) Market Maker Quotations. When evaluating whether a Lead Market Maker has met its market-making quoting requirement pursuant to Rule 6.37B(b) or a Market Maker has

met its market-making quoting requirement pursuant to Rule 6.37B(c) in options overlying NMS stocks, the Exchange shall consider as a mitigating circumstance the frequency and duration an underlying NMS stock is in a Limit State or a Straddle State.

(c) Obvious Errors and Catastrophic Errors. Electronic transactions in options that overlay an NMS stock that occur during a Limit State or a Straddle State are not subject to review under Rule 6.87(a) for Obvious Errors or Rule 6.87(d) for Catastrophic Errors. Nothing in this provision shall prevent electronic transactions in options that overlay an NMS stock that occur during a Limit State or a Straddle State to be reviewed on Exchange motion pursuant to 6.87(b)(3).

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**Rule 7.5. Reserved. Trading Halts Due to Extraordinary Market Volatility**

(a) Trading in stocks will halt on the Exchange and will not reopen for the time periods described in this paragraph (a) if the Dow Jones Industrial Average\* reaches Level 1 below its closing value on the previous trading day.

(1) before 11:00 a.m. Pacific Time, for one hour;

(2) at or after 11:00 a.m. but before 11:30 a.m. Pacific Time, for 30 minutes.

If the Dow Jones Industrial Average reaches Level 1 below its closing value on the previous trading day at or after 11:30 a.m. Pacific Time, trading will continue on the Exchange until the close, unless the Dow Jones Industrial Average reaches Level 2 below its closing value on the previous trading day, at which time trading will be halted for the remainder of the day.

(b) Trading in stocks will halt on the Exchange and will not re-open for the time periods described in this paragraph (b) if the Dow Jones Industrial Average reaches Level 2 below its closing value on the previous trading day:

(1) before 10:00 a.m. Pacific Time, for two hours;

(2) at or after 10:00 a.m. but before 11:00 a.m. Pacific Time, for one hour;

(3) at or after 11:00 a.m. Pacific Time, for the remainder of the day.

(c) If the Dow Jones Industrial Average reaches Level 3 below its closing value on the previous trading day, trading in stocks will halt on the Exchange and will not reopen for the remainder of the day.

**Approved:** May 17, 2004 (PCX-04-08).

**Commentary:**

**.01** Levels 1, 2 and 3 will be calculated at the beginning of each calendar quarter, using the average closing value of the Dow Jones Industrial Average for the month prior to the beginning of the quarter. Level 1 will be 10% of such average closing value calculation; Level 2 will be 20% of such average closing value calculation; Level 3 will be 30% of such average closing value calculation. Each Level will be rounded to the nearest fifty points. The values of Levels 1, 2 and 3 will remain in effect until the next calculation.

**.02** The restrictions in this Rule will apply whenever the Dow Jones Industrial Average reaches the trigger values notwithstanding the fact that at any given time, the calculation of the value of the average may be based on the prices of less than all of the stocks included in the average.

**.03** The reopening of trading following a trading halt under this Rule will be conducted pursuant to procedures adopted by the Exchange and communicated by notice to its OTP Holders and OTP Firms.

**.04** Nothing in this Rule should be construed to limit the ability of the Exchange to otherwise halt or suspend the trading in any stock or stocks traded on the Exchange pursuant to any other Exchange rule or policy.]

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