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NYSE MKT Rules

Trading of Option Contracts
Section 1. General Rules Relating to Options

Section 900NY. Rules Principally Applicable to Trading of Option Contracts

Rule 971.1NY. Electronic Cross Transactions

(c) Auction Process. Only one Auction may be conducted at a time in any given series. Once commenced, the CUBE Order (as well as the Contra Order) may not be cancelled or modified, and shall proceed as follows:

(4) *Early Conclusion of Auction.* A CUBE Auction shall conclude before the end of the Response Time Interval as described in paragraphs (c)(4)(A)-[(D)](F) of this Rule. If there is an early conclusion of the Auction, the CUBE Order will execute as follows:

(F) A CUBE Auction will conclude early if the Broadcast Order Liquidity Delivery Mechanism (pursuant to Rule 994NY) receives an unrelated order in the same series during the Response Time Interval. When the Auction concludes, the CUBE Order will execute pursuant to paragraph (c)(5) of this Rule.

Commentary:

.01 - .03 No Change

.04 A CUBE Order will be rejected if it is in the same series as an order exposed pursuant to Rule 994NY (Broadcast Order Liquidity Delivery Mechanism).

Rule 985NY. Qualified Contingent Cross Trade

Commentary:

.01 - .03 No Change

.04 A Qualified Contingent Cross Order will be rejected if it is in the same series as an order exposed pursuant to Rule 994NY (Broadcast Order Liquidity Delivery Mechanism).

Rule 994NY. Broadcast Order Liquidity Delivery Mechanism

This Rule governs the operation of the Broadcast Order Liquidity Delivery (“BOLD”) Mechanism. The BOLD Mechanism provides automated order handling for eligible orders in designated classes.

(a) BOLD Mechanism Eligibility. The Exchange will designate eligible order size, eligible order type, eligible capacity code (e.g., Customer orders, non-Market Maker non-Customer orders, and Market Maker orders), and classes in which the BOLD Mechanism will be available. Orders must be specifically marked to be eligible for the BOLD Mechanism. After trading with eligible interest on the Exchange, the BOLD Mechanism will automatically process an eligible incoming order that is marketable against quotations disseminated by other exchanges that are participants in the Options Order Protection and Locked/Crossed Market Plan.

(b) Order Handling.

(1) Orders that are received by the BOLD Mechanism pursuant to paragraph (a) above will be electronically exposed at the NBBO upon receipt. The exposure will be for a period of time determined by the Exchange on a class-by-class basis, which period of time will not exceed one second.

(2) All ATP Holders will be permitted to trade against interest exposed during the exposure period.

(c) Allocation of Exposed Orders.

(1) Any interest priced at the prevailing NBBO or better will be executed pursuant to Rule 964NY.

(2) If during the exposure period the Exchange receives an order (or quote) on the opposite side of the market from the exposed order that could trade against the exposed order at the prevailing NBBO price or better, then the exposed order will trade with such order at the prevailing NBBO price or better. The exposure period will not terminate if the exposed order has not been completely executed following such trade.

(3) Interest that is not immediately executable based on the prevailing NBBO may become executable during the exposure period based on changes to the NBBO. In the event of a change to the NBBO during the exposure period, the Exchange will evaluate the disseminated best bid/offer, and to the extent possible, execute any remaining portion of the exposed order at the best price(s) of resting interest on the Exchange.

(4) Following the exposure period, the Exchange will route the remaining portion of the exposed order to other exchanges, unless otherwise instructed by the ATP Holder. Any portion of a routed order that returns unfilled will trade against the Exchange's best bid/offer unless another exchange is quoting at a better price in which case new orders will be generated and routed to trade against such better prices.

(5) All executions on the Exchange pursuant to this paragraph will comply with Rule 991NY (Order Protection).

(d) Early Termination of Exposure Period.

(1) The exposure period will terminate if the entire exposed order trades at the NBBO or better.

(2) The exposure period will terminate prior to its expiration and the exposed order will be processed in accordance with paragraph (c) above if, during the exposure period, the NBBO updates such that the exposed order is no longer marketable against the prevailing NBBO.

Commentary:

.01 All determinations by the Exchange pursuant to this Rule (i.e., eligible order size, order type, increment, participant ID, BOLD Mechanism timer and classes) will be announced to ATP Holders in a Trader Update and maintained in specifications made publicly available via the Exchange's website.

.02 Orders that are received pursuant to paragraph (a) of this Rule will only be processed by the BOLD Mechanism once.
