



RULE  
ADOPTION  
NOTICE

**RAN-03-13**  
**May 15, 2003**

**TO: All PCX Members and Member Organizations**

**FROM: Department of Regulatory Policy**

**SUBJECT: PCX Plus**  
**(File No. SR-PCX-2002-36)**

On May 13, 2003, the Securities and Exchange Commission ("SEC") approved a proposed rule change by the Pacific Exchange, Inc. ("PCX" or "Exchange") to establish a new options trading platform called PCX Plus. PCX Plus combines the best features of traditional floor-based markets and new electronic trading systems, while preserving a single marketplace with a single book. It allows PCX members to trade as Market Makers from locations away from the trading floor. For options designated for trading on PCX Plus, the rule change replaces the PCX's current priority rules with new ones and expands upon the Exchange's current trading rules by permitting the entry of eligible orders of all account types into the Exchange's Consolidated Book, including public customer, Market Maker and broker-dealer orders. The new trading platform will also accommodate independent quotations from numerous market participants.

PCX Plus is scheduled to launch early in the fourth quarter of this year.

Questions regarding this bulletin may be directed to Kathryn Beck at (415) 393-7936 or Peter Bloom at (415) 393-4166. The text of the rule change that the SEC approved is available on the PCX's web site: [http://www.pacificex.com/options/options\\_pcxplus.html](http://www.pacificex.com/options/options_pcxplus.html).