



RULE
ADOPTION
NOTICE

RAN-03-34
December 1, 2003

TO: All PCX Members and Member Organizations

FROM: Department of Regulatory Policy

SUBJECT: Arbitration Pilot Rule Extension
(File No. SR-PCX-2003-61)

On October 30, 2003, the Exchange filed with the Securities and Exchange Commission a proposed rule change to extend the pilot rule in PCX Rule 12.1, Commentary .02 and PCXE Rule 12.2(h), which requires industry parties in arbitration to waive application of contested California arbitrator disclosure standards, upon the request of customers (and, in industry cases, upon the request of associated persons with claims of statutory employment discrimination), for an additional six-month pilot period. The Exchange filed Amendment No. 1 to the proposed rule change on November 12, 2003. The Commission approved the rule proposal on November 19, 2003, as amended.

Questions regarding this bulletin may be directed to Tania Cho at (415) 393-4107.