



RULE  
ADOPTION  
NOTICE

**RAN-04-21**  
**June 23, 2004**

**TO: All PCX OTP Holders and OTP Firms**

**FROM: Department of Regulatory Policy**

**SUBJECT: Extension of a Pilot Program Pursuant to Intermarket Linkage for Trade-Throughs that Occur at the End of the Trading Day (File No. SR-PCX-2004-38)**

On April 26, 2004, the Exchange filed with the Securities and Exchange Commission a proposed rule to extend the pilot program pursuant to Intermarket Linkage for Trade-Throughs that occur at the end of the trading day to January 31, 2005 and increase the limit on Trade-Through liability from 10 contracts to 25 contracts per Satisfaction Order. The Commission approved the proposed rule change on June 15, 2004.

The following is the text of the rule change. Questions regarding this bulletin may be directed to Steven Matlin at (415) 393-4084.

**EXHIBIT A**  
**Text of the Proposed Rule Change:<sup>1</sup>**

**Rules of the  
Pacific Exchange, Inc.**

**Rule 6  
Options Trading**

Rule 6.94(a)(1)-(2)(ii)(B) - No Change

(C) Notwithstanding paragraphs (A) and (B) above, for a pilot period beginning on July 1, 2004 and ending on January 31, 2005, if the transaction that caused the Trade-Through occurred during the five minutes prior to the regularly-scheduled close of trading in the principal market in which the underlying security is traded, the maximum number of contracts to be satisfied with respect to any one Participant Exchange is [10] 25 contracts.

(a)(3)-(d) No Change

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<sup>1</sup> New text is underscored; deleted text is in brackets.