



RULE
ADOPTION
NOTICE

RAN-04-24
July 15, 2004

TO: All PCX OTP Holders and OTP Firms

FROM: Department of Regulatory Policy

**SUBJECT: Extension of Automatic Execution System
Book Function Pilot Program
(File No. SR-PCX-2004-55)**

On June 28, 2004, the Exchange filed with the Securities and Exchange Commission a proposal to amend its rules to extend the Automatic Execution System Book Function Pilot Program for one additional year until June 30, 2005. The Commission approved the proposed rule change on June 30, 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:¹

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

**Rule 6
Options Trading**

Rule 6.87(a) – (k) – No change.

(l) – Auto-Ex Book Function

(1) – No change.

(2) The Auto-Ex Book function is subject to a pilot program, which is set to expire June 30, [2004] 2005.

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¹ New text is underscored; deleted text is in brackets.