



RULE
ADOPTION
NOTICE

RAN-04-32
August 12, 2004

TO: All PCX OTP Holders and OTP Firms

FROM: Department of Regulatory Policy

SUBJECT: Floor Broker Interaction with Electronic Book Executions via System Alert Messages (File No. SR-PCX-2004-69)

On July 16, 2004, the Exchange filed with the Securities and Exchange Commission a proposed rule to extend the date that PCX Plus must support Floor Broker interaction with Electronic Book Executions via System Alert Messages from June 30, 2004 until December 31, 2004. The rule change was effective upon filing.

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 6.76(a) – Commentary .01 - No Change.

Commentary .02 – For purposes of Rule 6.76(b)(4)(B)(ii), during the initial rollout of PCX Plus, the Floor Broker Hand Held terminals will not have the functionality to support Floor Broker interaction with EBEs via SAMs. Such functionality will become available to Floor Brokers on or before [June 30, 2004] December 31, 2004. The PCX will file a proposed rule change with the Commission when the Floor Broker Hand Held terminals have such functionality.

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