IMPORTANT NOTICE

National Securities Clearing Corporation

DTCC
The Depository Trust & Clearing Corporation

REMINDER

A#: 6727

P&S# 6297

Date: **October 21, 2008**

To: **ALL PARTICIPANTS**

Attention: **MANAGING PARTNER/OFFICER**
OPERATIONS PARTNER/OFFICER
MANAGER P&S DEPARTMENT
MANAGER DATA PROCESSING DEPARTMENT

From: **CLEARANCE PRODUCT MANAGEMENT**

Subject: **BATS EXCHANGE Inc. – REGIONAL INTERFACE OPERATION (RIO) & CONSOLIDATED TRADE SUMMARY ENHANCEMENTS**

As previously announced in NSCC Important Notice A#6696 (P&S#6266) dated September 16, 2008, pursuant to the approval of BATS Exchange, Inc. (the "BATS Exchange") as a Self Regulatory Organization (SRO), BATS Exchange will move from ECN to Exchange status. The transition will take place over a two week period beginning on **Friday, October 24, 2008.** Please refer to the BATS Exchange website at http://www.batstrading.com/exchange/ for additional information pertaining to their implementation schedule.

On Friday, October 24, 2008, National Securities Clearing Corporation (NSCC) will enhance its Regional Interface Output (RIO) intra-day Machine Readable Output (MRO) Contract Sheet and corresponding end-of-day Print Image Trade output to include equity trades executed on the BATS Exchange.

All BATS Exchange equity trades will be reported with the Contra Clearing Firm number of 8602 and Contra Executing Broker (MPID) "ANON" in support of post trade anonymity. In addition, NSCC will modify its Consolidated Trade Summary (CTS) Machine Readable and Print Image output to uniquely identify the BATS Exchange.

Details of enhancements to output are specified below:

DTCC is now offering enhanced access to all important notices via a new, Web-based subscription service. The new notification system leverages RSS Newsfeeds, providing significant benefits including real-time updates and customizable delivery. To learn more and to set up your own DTCC RSS alerts, visit http://www.dtcc.com/subscription_form.php.

A. Regional Interface Operation (RIO) Contracts

- **NSCC RIO Intra-Day MRO Contract Output, AutoRoute #02143125**
  NSCC will display a value of "XBAT" for equity trades executed on the BATS Exchange in the Market / Trade Source" field, position 105-108.

Description	Length	Start	End	Type	Comments
Originating Market / Trade Source	4	105	108	A/N	XBAT = BATS Exchange

- **NSCC RIO End-of-Day Print Image Contracts, AutoRoute #021450124**
  Currently the RIO report segregates each regional exchange into its own separate section and these sections are sorted by settlement date. A separate section will be created on the RIO reports to display the BATS Exchange equity trades in the same manner. An example of a RIO print Image Blotter containing BATS Exchange trades is attached as Exhibit "A".

  Additionally RIO Blotters have a "totals section" at the end of each broker's print image report. The totals page display trade totals for NSST = Non-Standard Settlement, T, T+1, T+2, T+3 and Older Same Day and T+3 and Older Next Day trade totals for each Regional Exchange. There are separate sections that are divided into Equity Sale, Equity Purchase, Bond Sale and Bond Purchase. The RIO report totals for BATS Exchange will be identified as "BA". An example of the totals page containing BATS Exchange equity trades is attached as Exhibit "B".

B. Consolidated Trade Summary

- **NSCC Consolidated Trade Summary, MRO file, AutoRoute #02042354 and the Supplemental Consolidated Trade Summary Cycle 1 and 2, AutoRoute #02040954**
  Currently the Consolidated Trade Summary is issued three times a day. The regular Consolidated Trade Summary and two Supplemental Consolidated Trade Summaries are produced each business day. NSCC will begin to display the value of "BA" as Market Exec. or Trade Source in the "Market Name" field, position 26-27, for equity trades executed on the BATS Exchange for all three Consolidated Trade Summaries.

Description	Length	Start	End	Type	Comments
Market Name	2	26	27	A/N	Market Exec. or Source of Input BA = BATS Exchange

- **NSCC Consolidated Trade Summary, Print Image Report, AutoRoute #02042353 and the Supplemental Consolidated Trade Summary Cycle 1 and 2, AutoRoute #02040953**
  In support of BATS as an Exchange, NSCC will begin to display the value of "BA" in the "MKT" column for BATS Exchange equity trades in the detail section of all three Consolidated Trade Summaries. Please refer to Exhibit "C" for an example of this Consolidated Trade Summary Print Image report enhancement.

The Consolidated Trade Summaries also contains a Broker Summary page. The Broker summary page displays the Items, Shares and Value of stocks purchased and sold. The Items, Share and Value columns have a separate line for each market. "BA" will be used to reflect for equity trades executed on BATS Exchange. Please refer to Exhibit "D" for an example of the enhanced Consolidated Trade Summary Broker Summary page.

Additional Information

This and other NSCC Important Notices are located on the www.DTCC.com Web site in the Clearance and Settlement product pages. The same link contains the data file layouts for the RIO Trade Blotters and Compared Trade Summaries. If you have questions, please contact your Relationship Manager or email the undersigned at ryodice@dtcc.com. Questions regarding BATS Exchange equity trading can be addressed to BATS Exchange Trading Desk at 816-285-9901, or by email at tradedesk@batstrading.com.

Robert M. Yodice
Product Management, Director

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Exhibit A

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NATIONAL SECURITIES CLEARING CORPORATION          REGIONAL INTERFACE OPERATIONS REPORT – RIO          PAGE     8
                                                 TRANSACTIONS RECORDED FOR SETTLEMENT AT NSCC        T-DATE: T+0
        STOCK S A L E CONTRACT                  RECEIVED FROM THE BATS EXCHANGE                     PROCESS-DATE: 10/24/2008

MEMBER NO  9999  ABC Securities Corp.                                   TRADE-DATE: 10/24/2008  SETTLEMENT-DATE: 10/24/2008
-------------------------------------------------------------------------------------------------------------------------------
SYMBOL - SECURITY DESCRIPTION                CONTRACT  SELL                  BUY   MARKET        BRANCH    EXEC  STK RV  SP/tp PRC
CUSIP                      QUANTITY             MONEY  EXEC   PRICE  BUYER  EXEC  CONTROL#      ID-SEQ    TIME  BND IND TRADE VAR
-------------------------------------------------------------------------------------------------------------------------------

CIEN     - CIENA CORP
171779 10 1
                           100,000        420,000.00       4.200000  8602  ANON 002078906160             11:15  S

PEIX     - PACIFIC ETHANOL, INC.
69423U 10 7
                             4,400         91,960.00      20.900000  8602  ANON 001345506160             10:31  S
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Non-Confidential

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Exhibit B

NATIONAL SECURITIES CLEARING CORPORATION REGIONAL INTERFACE OPERATIONS REPORT - RIO PAGE 19

******* **** BROKER TOTALS **** *******

xSTOCK S A L E CONTRACT TOTALS **** FOR ALL REGIONS **** PROCESS DATE: 10/24/2008

MEMBER NO 9999 ABC SECURITIES INC.

REGION DESCRIPTION	ITEMS	QUANTITY	CONTRACT MONEY	T-DATE
BA				NSST TRADES
BA	9	58,735	854,311.90	T
BATS	1	105,000	2,979,900.00	T+1
BA			.00	T+2
BA			.00	T+3 / OLDER SAME DAY SETTLEMENT
BATS			.00	T+3 / OLDER NEXT DAY SETTLEMENT
TOTALS ==>	10	163,735	3,834,211.90	
CM			.00	NSST TRADES
CM			.00	T
CHICAGO MERC			.00	T+1
CM			.00	T+2
CM			.00	T+3 / OLDER SAME DAY SETTLEMENT
CHICAGO MERC			.00	T+3 / OLDER NEXT DAY SETTLEMENT
TOTALS ==>			.00	
IS			.00	NSST Trades
IS	1	105,000	2,979,900.00	T
Inter Securities			.00	T+1
IS			.00	T+2
IS			.00	T+3 / OLDER SAME DAY SETTLEMENT
Inter Securities			.00	T+3 / OLDER NEXT DAY SETTLEMENT
Totals ==>	1	105,000	2,979,900.00	
ALL			.00	NSST TRADES
ALL	10	163,735	3,834,211.90	T
REGIONS	1	105,000	2,979,900.00	T+1
ALL			.00	T+2
ALL			.00	T+3 / OLDER SAME DAY SETTLEMENT
REGIONS			.00	T+3 / OLDER NEXT DAY SETTLEMENT
TOTALS ==>	11	268,735	6,814,111.90	

TSR800C0 CNS-CONSOLIDATED TRADE SUMMARY PROCESSING DATE 10/25/08

Exhibit C

DEPOSITORY: D

CURRENCY: USD

MEMBER NO: 9999 MEMBER NAME: ABC SECURITIES CORPORATION SETTLEMENT DATE 10/27/08 PAGE 1

MKT	SEC SYMBOL	CUSIP	SECURITY DESCRIPTION	PURCHASED QUANTITY	SELL QUANTITY	DEBIT VALUE	CREDIT VALUE	SXM STS
BA	GMST	36866W106	GEMSTAR-TV GUIDE INTL INCEW0 U	9,900		28,075.41		
NET				9,900		28,075.41		

BOND TOTALS			
NET BONDS			
STOCK TOTALS	9,900	28,075.41	
NET STOCKS	9,900	28,075.41	
TOTALS TRADE	9,900	28,075.41	
NET TRADES	9,900	28,075.41	

TSR801C0 CNS-CONSOLIDATED TRADE SUMMARY PROCESSING DATE 10/26/08

Exhibit D

G R A N D T O T A L SETTLEMENT DATE 10/27/08 PAGE 1

DEPOSITORY: D
CURRENCY: USD

EXCH CODE	MARKET OF EXECUTION OR SOURCE OF TRADE DATA	S T O C K P U R C H A S E D ITEMS	SHARES	VALUE	S T O C K S O L D ITEMS	SHARES	VALUE
AB	ALL BASKETS						
AM	AMERICAN STK EXCH						
BA	**BATS EXCHANGE**						
BN	NASDAQ BX						
CA	CHICAGO BD OPTS E						
CE	CHICAGO MERC EXCH						
CI	CINCINNATI STK EX						
CR	CORRESPONDENT CLR	9	260,212	2,413,612.00	9	260,212	2,413,612.00
FL	FLIPPED TRADES						
ID	INST DELY SYS(DTC						
IS	INTL SEC EXCH						
MW	MIDWEST STK EXCH						
NY	NEW YORK STK EXCH	18	436,877	7,648,934.41	18	436,877	7,648,934.41
OC	OVER THE COUNTER	53	633,313	14,774,914.49	53	633,313	14,774,914.49
OL	NYSE ODD LOT SYST						
OP	OPTIONS CLRG CORP						
PC	PACIFIC STK EXCH						
PH	PHILADELPHIA STK						
XX	OTHER						
CLEARED-GRAND TOTALS		80	1,330,402	24,837,460.90	80	1,330,402	24,837,460.90
CLEARED-NET POSITIONS		62	934,164	20,774,046.17	64	934,164	20,774,046.17