

Trading on NYSE Bonds: Features and Functionality

Introducing the New NYSE Bonds Trading Platform

Now there is a truly unique marketplace that has filled the void in today's debt market. The NYSE Bonds market structure provides investors with the ability to readily obtain transparent pricing and trading information, enabling them to make better investing decisions.

The new NYSE Bonds trading platform provides a more efficient and transparent way to trade corporate, agency and government debt securities. The platform is based on the design of NYSE Arca's comprehensive matching technology allowing NYSE Members to enter orders to buy or sell bonds electronically. The system has also been expanded to include the corporate debt of all NYSE-listed securities and their subsidiaries; making NYSE Bonds the largest centralized corporate bond market in the U.S.

Trading Sessions & Bond Auctions

Bonds can be traded in three continuous trading sessions:

Early Trading: 4:00 a.m. ET to 9:30 a.m. ET

Core Trading: 9:30 a.m. ET to 4:00 p.m. ET

Late Trading: 4:00 p.m. ET to 8:00 p.m. ET

NYSE Bonds conducts two daily bond auctions: The Opening Bond Auction at 4:00 a.m. ET and The Core Bond Auction at 9:30 a.m. ET. Orders not executed in either auction become eligible for continuous trading immediately after the auction.

Eligible Order Types

Both limit and reserve orders ranging from one bond to one million bonds can be traded.

Order Type	Description
Limit	An order to buy or sell a stated amount of bonds at a specified price or better
Reserve	A limit order with a portion of the size displayed and with a reserve portion of the size (reserve size) that is not displayed

Order Display & Execution

NYSE Bonds provides opportunities for both liquidity takers and liquidity providers to interact in a fair and open environment.

The NYSE Bonds Order Book displays cumulative bids and offers to three decimal places, displaying the full depth of book. There are no subject orders – all orders are firm and executable. Orders are matched on a strict price-time priority basis. Undisplayed reserve interest will always yield to displayed orders at a particular price.

Initially, NYSE will not route any orders to other bond trading venues so all orders will only be matched internally with orders resident in the order book.

Clearing, Settlement and Trade Reporting

Transactions occurring on the NYSE Bonds system are locked-in trades and are reported with accrued interest to DTCC*. All trade settlement is regular way (three day settlement) and the bonds traded are CNS eligible. DTCC supports a new NYSE RIO for all participants that trade bonds on the NYSE. In order to be set up to receive the NYSE RIO, please contact your DTCC representatives.

Accessing NYSE Bonds

The NYSE Bond platform can be accessed by eligible NYSE Members or sponsored non-members. All users must execute and deliver the NYSE Bonds Service and Access Agreement before they can access the new platform. You can find this agreement on the NYSE web site at www.nyse.com/bonds.

* Certain bonds will trade Ex-Clearing and clearing submission will be the responsibility of the buyer and seller.

Connecting to NYSE Bonds

❑ **FIX Connection**

You can connect directly using FIX. The FIX specifications for trading bonds can be found on the web at www.nyse.com/Fix or by contacting fix@nyse.com or the NYSE FIX Hotline at 888 689 7739.

❑ **Bloomberg TOMS**

NYSE Bonds has engaged in a preferred strategic partnership with the Bloomberg Trade and Order Management System (TOMS). The functionality will allow traders to transmit orders directly from TOMS to NYSE Bonds for execution. For more information regarding TOMS contact bonds@nyse.com.

❑ **Realtick**

An analytical tool and trade order entry system via Realtick, by Townsend Analytics. For more information regarding the Townsend system contact Jessica Jordao at 312 442 8269 or jjordao@taltrade.com.

Connect to NYSE Bonds the way you want to connect. The NYSE Bonds platform allows you to connect directly or through one of our partners.

Market Data

NYSE publishes both a real-time last sale data feed and a real time depth of book data feed of all bond transactions. Both feeds are available as subscriptions through existing ArcaBook® connections. These data feeds are also be available through various quote vendors bonds@nyse.com

Contact

If you have any questions regarding bond trading on the NYSE or if you require additional information, please contact your NYSE Relationship Specialist or the NYSE Bonds group at:

212.656.BOND (2073) or
bonds@nyse.com

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