



**CUSTOMER NOTICE**

**DATE:** May 21, 2008

**SUBJECT:** NYSE Arca Fee Reduction in Tape B Securities

Effective June 1, 2008, NYSE Arca, a subsidiary of NYSE Euronext (NYSE), will reduce its execution and routing fees in all NYSE Arca and Amex-listed (Tape B) securities, including Exchange Trade Funds (ETFs). In NYSE Arca and AMEX-listed securities, customers who transact average daily share volume per month greater than 20 million shares in total, including the provision of liquidity of more than 5 million average daily share volume, will receive a reduced take fee of \$0.0028 per share and reduced routing fee of \$0.0029 per share. This rate combination is lower than NASDAQ's transaction fees for active customers in NYSE Arca and AMEX-listed securities.

The lower take fee for qualified customers complements NYSE Arca's Lead Market Maker (LMM) program, which is designed to encourage liquidity provision that contributes to the best prices and depth in the ETF marketplace. NYSE Arca is one of the largest public liquidity pools for ETF trading, handling about one-third of all ETFs shares traded. Firm volume from the LMM program will contribute to reaching the volume tier needed to qualify for the lower rates.

New Tape B pricing also complements recent fee changes on NYSE Arca in NASDAQ-listed (Tape C) securities and NYSE-listed securities (Tape A) securities as well as on NYSE Arca Options. The table below summarizes the NYSE Arca pricing schedule in U.S. equity securities:

**NYSE Arca Rate Per Share, Effective June 1, 2008**  
Average Daily Share Volume per Month

<b><u>Tape A Securities (NYSE-Listed)</u></b>	<b><u>Rebate</u></b>	<b><u>Take</u></b>	<b><u>Route (1)</u></b>	<b><u>MPL Rebate (2)</u></b>
Greater than 40 million provided ADV	(\$0.00280)	\$0.00290	0.0008/\$0.0030	(\$0.00150)
Greater than 30 million provided ADV	(\$0.00280)	\$0.00300	0.0008/\$0.0030	(\$0.00150)
All customers	(\$0.00250)	\$0.00300	0.0010/\$0.0030	(\$0.00100)
<b><u>Tape B Securities (NYSE Arca- and AMEX-Listed)</u></b>	<b><u>Rebate</u></b>	<b><u>Take</u></b>	<b><u>Route</u></b>	
Greater than 20 million total ADV and 5 million provided ADV	(\$0.00200)	\$0.00280	\$0.00290	
All customers	(\$0.00200)	\$0.00300	\$0.00350	
<b><u>Tape C Securities (NASDAQ-Listed)</u></b>	<b><u>Rebate</u></b>	<b><u>Take</u></b>	<b><u>Route</u></b>	
Greater than 60 million total ADV and 30 million provided ADV	(\$0.00260)	\$0.00245	\$0.00290	
Greater than 30 million total ADV and 15 million provided ADV	(\$0.00250)	\$0.00260	\$0.00290	
All customers	(\$0.00200)	\$0.00260	\$0.00350	

1. In NYSE-listed securities, includes routing fee to the NYSE and other exchanges, respectively  
2. Mid-Point Passive Liquidity (MPL) is an undisplayed limit order that is priced at the mid-point of the Protected Best Bid and Offer (PBBO). MPL orders will generally interact with all order types including contra MPLs excluding: cross or directed orders. MPL orders will be entered as a limit order but are executable only at the mid-point of the NBBO. When the market is locked, eligible MPLs will trade at the locked price. MPLs have a minimum entry and execution size of 100 shares.

The new fee schedules are more fully described in NYSE Arca's fee filing with the SEC, [SR-NYSE Arca 2008-53](#) May 21, 2008 or visit [www.nyse.com/RuleFilings](http://www.nyse.com/RuleFilings).

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