

Russell Reconstitution – June 25, 2010

Overview

The newly rebalanced Russell indices (Russell Global Index, Russell 1000® Index, Russell 2000® Index, Russell 3000® Index and Russell Microcap® Index) will go into effect on Monday, June 28, 2010, and will remain in place for the next 12-month period. The newly reconstituted indices will take effect after the close of the U.S. equity markets on Friday, June 25, 2010. The Russell Investment Group will use the NYSE Closing trades to price the NYSE-listed and NYSE Amex-listed securities added to the indices.

Please check with The Russell Investment Group for updates and final lists of additions and deletions at <http://www.russell.com/indexes/membership/Reconstitution/default.asp>

Normal Market On Close/Limit on Close rules and procedures will apply on June 25.

<u>MOC/LOC PROCEDURES</u>
7:30 a.m. – CCG opens and begins accepting MOC/LOC orders. ¹
3:45 p.m. – MOC/LOC deadline for order entry/cancellation, except to offset published imbalances or cancel an error. ² This is also the deadline for cancellation of Closing Offset (“CO”) order, unless the cancellation is based on a legitimate error.
3:58 p.m. – Cancellation or reduction in size of MOC/LOC orders not permitted for any reason, except in compliance with NYSE and NYSE Amex Rule 123C(9)(a)(2).
4:00 p.m. – Orders are executed; market closes.
4:00 - 6:30 p.m. – Order entry for Crossing Session II
4:44 p.m. – Order entry cut-off for NYSE MatchPoint SM

¹ NYSE and NYSE AMEX Rules 123C govern the entry and execution of MOC/LOC orders. The sole difference in each market’s rule is the size of the imbalance at 3:45 pm that would trigger the publication of an imbalance to the Consolidated Tape. On the NYSE, the size is 50,000 shares. On the NYSE AMEX, it is 25,000 shares. The reference in the memo to NYSE and/or Rule 123C refers to both NYSE and NYSE AMEX Rule 123C.

² In March 2009, the Exchange implemented an enhancement to MOC/LOC functionality to accept only those MOC and LOC orders entered after 3:40 p.m. that are on the contra side of a published regulatory imbalance. The enhanced functionality also enabled NYSE systems to reject all cancel requests sent after 3:50 p.m. for any previously entered MOC and LOC order. On March 1, 2010, the NYSE implemented changes to the entry/cancellation times for MOC/LOC orders as noted above, and the times on this reject functionality were changed accordingly. See NYSE Regulation Information Memo Number 10-11, February 26, 2010.



While we are confident in our capacity planning and software management process, we understand the need to communicate various system interruption contingencies with our customers as we head into the Russell Reconstitution.

Communications

The NYSE will disseminate event updates to inform market participants of any usual market conditions or event outages and to advise of any actions to remedy those conditions via web at <http://traderupdates.nyse.com>, RSS and email notifications in near real time using NYSE System Status, NMS Broadcasts, and/or Hoot & Holler broadcasts, all of which are a part of our regular communication methods for alerting our customers to important news.

In addition we will be joining NYSE ARCA, Nasdaq, and other markets on an open market-wide call to provide our customers with live access to information, beginning at **3:00 p.m., ET**, and lasting approximately two hours. To ensure that you are not delayed in the conference call queue as a result of the high call volume, please call in at least ten minutes early. The call details are:

Dial In:	+1 866 765-5864
Passcode:	Russell
Leader:	David Lawn

*****Please note that this call is closed to members of the media.*****

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System Interruption Contingency Scenario 1

In the event of a NYSE system interruption that occurs intraday whereby normal trading is resumed prior to 3:45 p.m. we will begin the normal Market on Close posting process (3:45 pm, with some Informational Imbalance publications as early as 3:00 p.m.). There will be the normal 4:00 p.m. close time.

System Interruption Contingency Scenario 2

In the event of a NYSE system interruption that occurs intraday whereby normal trading is resumed between 3:45 and 3:59 p.m., we will bypass the normal 3:45 MOC publication and utilize a single MOC publication before the 4:00 p.m. close time, if practicable. Although the Closing process may extend later than the usual 4:00 p.m. close time, order delivery will stop at 4 p.m. Any orders in Exchange systems will be executed in one Closing trade as soon as possible thereafter.



System Interruption Contingency Scenario 3

In the event of a NYSE system interruption that occurs intraday whereby service will be restored after the 4:00 p.m. close time, we may not publish the 3:45 pm Market on Close information. The NYSE will notify market participants of the new close time and will price the close at or around this time. The normal 4:45 p.m. MatchPoint cross will be delayed. The new time will be communicated to market participants via the market wide call and a system status posting.

System Interruption Contingency Scenario 4

In the event of a NYSE system interruption that occurs intraday whereby service will not be restored, the NYSE and NYSE Amex closing prices on June 25 will be the last regular way trade on the NYSE and NYSE Amex, respectively.
