

NYSE ARCA LMM PROGRAM

New LMM Incentive Payments:

Flat Payments For High Quality Auctions

- Assessed and paid per product
- Awarded for auction performance
- Measured for quality: auctions must be executed within a quality pricing band
- Payments increase for ETFs with lower volume

Additional Payments For High Quality Liquidity

- Assessed and paid per product
- Measured and rewarded on a monthly basis
- Awarded for time at the inside alongside size of liquidity
- Available for both Lead Market Makers as well as other ETF Liquidity Providers

Enhanced Rebates for ETF Liquidity

| | PROVIDE PER SHARE | TAKE PER SHARE |
|------------------------|-------------------|----------------|
| Less than 1 million | \$0.0045 | \$0.0028 |
| 1 to 3 million | \$0.0040 | |
| Greater than 3 million | \$0.0033 | |

Support for ETF Product Development

| # OF PRODUCTS WITH LESS THAN 100K CADV OR <0.01% OF TAPE B CADV | ADDITIONAL ADD-ON CREDIT FOR DISPLAYED ADDING (ALL TAPE B SECURITIES, INCLUDING LMM ISSUES) |
|---|---|
| 50 - 74 ETFs | .5 mils |
| 75 - 100 ETFs | 1 mil |
| At Least 100 ETFs | 2 mils |
| At Least 200 ETFs | 3 mils |
| At Least 300 ETFs | 4 mils |