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CBSX Trader News Update

CBSX to Support Self-Trade Prevention Feature
****Correction – Rollout begins August 6, 2012****

Overview and Effective Date

Beginning on Monday August 6, 2012, CBSX will rollout a system modification to support the following new Self-Trade Prevention Modifiers:

- Cancel Newest
- Cancel Oldest
- Cancel Both

The software modification will be rolled out to each cluster of trading servers (BC) individually and is expected to complete over five business days, absent any unanticipated issues that would cause the rollout to be interrupted.

Following the completion of the rollout, a CBSX Trading Permit Holder ("TPH") may elect for all of his proprietary orders and quotes to be marked with a Self-Trade Prevention modifier by contacting the CBSX Helpdesk and requesting one of the modifiers be enabled.

If a TPH makes such an election, any quote or order he submits will be prevented from executing against a resting opposite side order or quote that is labeled as originating from the same associated acronym and trading for the same account, and will result in the participant's interest being cancelled according to the elected modifier, i.e. newest, oldest, or both.

A TPH may only elect for one of the three Self-Trade Prevention options, and the single election will be effective for all logons associated with the TPH.

The Self-Trade Prevention modifiers only apply to proprietary orders and quotes, as indicated on the order (for a list of accepted order-capacity values, please click on the following website: http://www.cbsx.com/transservices/matrix.aspx).

In circumstances in which both the Market-Maker Trade Prevention Order and a Self-Trade Prevention Modifier are implicated, the Self-Trade Prevention Modifier shall rule and take precedence.

To see a more detailed description of the Self-Trade Prevention Modifiers, including examples of how proprietary orders and quotes would be handled if an election is made to use the modifiers, please go to the following website: http://www.sec.gov/rules/sro/cboe/2012/34-66860.pdf.

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