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Subject: Qualified Contingent Cross - Member Reports

The ISE has been providing reports on quoting activity to members on our FTP site since the third quarter of 2011. Recently, we added reports to the FTP site for Qualified Contingent Cross (“QCC”) transactions on a T+5 basis. The ISE also can provide the QCC reports to members via email on a T+3 basis. Members who are interested in gaining access to these reports on the FTP site or receiving them by email should contact ISE Surveillance at surveillance@ise.com.

The QCC reports identify QCC trades for which ISE Surveillance needs additional information related to the equity hedge portion of the QCC. While members are not required to review or respond to the reports, members may find it more expedient to provide the ISE with information on a more near-time basis rather than waiting for a formal inquiry letter at the end of the review cycle. Additionally, members can minimize the number of trades for which we need to seek additional information by entering stock information related to QCC transactions in the stock or free text fields for orders entered through Precise terminals. Order details could include the delta, number of shares used to hedge the QCC trade, and stock execution price. In the case where a QCC transaction executed on the ISE was part of a larger QCC order, identifying related options transactions can also be helpful.

For more information about QCC, please refer to ISE Rule 715 (including Supplementary Material .01) and Rule 721(b), which are available at:

<https://www.ise.com/assets/documents/OptionsExchange/legal/rules/rules.pdf>