



Notice, Pursuant to Exchange By-law 18-2, of Disciplinary Action Against PTR, Inc., Member Organization

To: Members, Member Organizations, Participants and Participant Organizations
From: John C. Pickford, Enforcement Counsel, NASDAQ OMX PHLXSM
DATE: August 2, 2010

NASDAQ OMX PHLX No. 10-15 Enforcement No. 2010-12

On July 21, 2010, the Business Conduct Committee (the "Committee") issued a disciplinary decision against PTR, Inc. ("PTR" or the "Firm"), a member organization of the Exchange. In response to a Statement of Charges issued in this action, PTR submitted an Offer of Settlement, Stipulation of Facts and Consent to Sanctions ("Offer"). Solely to settle this proceeding, and without admitting or denying the charges, PTR consented to findings that it had violated Exchange Rules 1063(e)(i), 1051, and 707 by failing to: (i) report an options transaction, representing 4,622 contracts, to the consolidated tape; (ii) create an accurate audit trail of nine options transactions, representing 2,649 contracts, by entering into the Exchange's Floor Broker Management System inaccurate clearing and/or reporting information regarding the price or volume, or cancelling all or a portion, of the options transactions and failing to reconcile the discrepancies on the consolidated tape; and (iii) engage in conduct consistent with just and equitable principles of trade. PTR's Offer was accepted by the Committee and was the basis of its Decision.

The Committee found that PTR had violated Exchange Rules 1063(e)(i), 1051, and 707, concurred in the sanctions consented to by it, and ordered the imposition of the following sanctions: (i) a censure; and (ii) a fine in the amount of \$5,000.

For more information, contact:

- John C. Pickford, Enforcement Counsel, NASDAQ OMX PHLX, at +1 215 496 5273