

RAN-01-08
February 9, 2001

TO: All ETP Holders Equity ASAP Holders and ETP Firms

FROM: Department of Regulatory Policy

**SUBJECT: Rule Changes Relating to Internet Electronic Mail Accounts
(File No. SR-PCX-01-02)**

On January 29, 2001 SEC approved a PCX Equities, Inc. ("PCXE") rule proposal relating to Internet Electronic Mail Accounts ("E-Mail"). New Rule 2.26 requires ETP Holders, Equity ASAP Holders, and ETP Firms ("Firms") to establish and maintain, with the PCXE, an e-mail account. The e-mail will be used to provide firms with regulatory bulletins, rule adoption notices, and other official notices. The new rule will allow for a more convenient and efficient manner of communication than the current mail system. Firms are encouraged to immediately establish their e-mail accounts with the Pacific Exchange Membership Department. Please forward the e-mail address to Rio Anselmo, at (415) 393-4043 or ranselmo@pacificex.com by February 28, 2001.

Following is the text of Rule 2.26. Questions regarding this notice may be addressed to Hassan Abedi, Attorney, at (415) 393-5958.

EXHIBIT A

Text of the Proposed Rule Change¹

**Rules of the Board of Directors
of PCX Equities, Inc.**

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Rule 2

EQUITY TRADING PERMITS AND EQUITY ASAPs

¶7904Y Electronic Mail Address

Rule 2.26 Each ETP Holder, Equity ASAP Holder and ETP Firm must maintain with the PCX Equities, Inc. (“PCXE”) an Internet electronic mail account for communication with the PCXE. Each ETP Holder, Equity ASAP Holder and ETP Firm must update firm contact information via the electronic mail account or such other means as prescribed by the PCXE. The PCXE will use the electronic mail account to provide ETP Holders, Equity ASAP Holders and ETP Firms with regulatory bulletins, rule adoption notices, and other official notices.

¹ New text is underscored and deleted text is bracketed.