



RULE
ADOPTION
NOTICE

RAN-03-21
September 2, 2003

TO: All PCX Members and Member Organizations
FROM: Department of Regulatory Policy
SUBJECT: Late Trade Reporting Minor Rule Plan Violation
(File No. SR-PCX-2003-17)

On April 15, 2003, the Exchange filed with the Securities and Exchange Commission a proposed rule change to amend the Recommended Fine Schedule of the Minor Rule Plan in order to increase the fines for Late Trade Reporting violations pursuant to PCX Rule 6.69(a). On June 6, 2003, the Exchange submitted Amendment No. 1 to the proposed rule change. The SEC approved the proposal on August 22, 2003, as amended. The following is the text of the rule change. Questions regarding this bulletin may be directed to Tania Cho at (415) 393-4107.

Text of the Rule Change:¹

**Rules of the Board of Governors
of
the Pacific Exchange, Inc.**

**Rule 10
Disciplinary Proceedings and Appeals**

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Minor Rule Plan

Rule 10.13(a) – (j) –No Change.

(k)(i) Minor Rule Plan: Recommended Fine Schedule

1 - 37 – No change.

38. Late reporting of trades without reasonable justification or excuse (Rule 6.69(a)).

1st Violation	2nd Violation	3rd Violation
\$[100] <u>250</u>	\$[250] <u>500</u>	\$[500] <u>1,000</u>

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¹ New text is underscored; deleted text is in brackets.