



RULE
ADOPTION
NOTICE

RAN-04-50
October 28, 2004

TO: All OTP Holders and OTP Firms

FROM: Department of Regulatory Policy

**SUBJECT: PCX Automated Opening Rotations Pilot Program Extension
(File No. SR-PCX-2004-97)**

On October 14, 2004, the Pacific Exchange, Inc. (“PCX” or “Exchange”) filed with the Securities and Exchange Commission a proposal to amend PCX Rule 6.64, Commentary .03 to extend its Automated Opening Rotation pilot program for six months, until March 31, 2005. The Commission approved the proposed rule change on October 21, 2004.

The following is the text of the rule change. Questions regarding this bulletin may be directed to Tania J.C. Blanford at (415) 393-4107.

EXHIBIT A

Text of the Proposed Rule Change:¹ Rules of the Pacific Exchange, Inc.

Rule 6 Options Trading

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Rule 6.64(a) – (h) – No change.

Commentary:

.01 - .02 – No change.

.03 *Pilot Program.* The Automated Opening Rotation System set forth in Rule 6.64(c) is subject to a pilot program, which is set to expire on March [September] 31[0], 2005[4].

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