SIAC

Securities Industry Automation Corporation
20 Broad Street, New York, NY 10005

February 25, 2015

To: CTS Multicast Line Data Recipients

Subject: Redefined/New CTS Sale Conditions

What's New:
The Consolidated Tape System (CTS) will be enhanced to modify the existing description of Sale Condition 'V' and introduce a new Sale Condition '7' (currently Reserved).

What's Changing:

- CTS support of redefined Sale Condition 'V' to denote a 'Contingent Trade'.
- CTS support of a new Sale Condition '**7**' (currently Reserved) to denote a 'Qualified Contingent Trade'.

CTS Sale Conditions 'V' and '7' Modifications

Sale Conditions are used to denote a particular condition applicable to the trade.   A trade's Sale Condition determines whether the trade qualifies for the Consolidated High, Low, Last and Participant Open, High, Low and Last calculations. In order to identify a 'Contingent Trade' and a 'Qualified Contingent Trade' the following modifications will be made:

- **Redefine** the existing Sale Condition '**V**' to identify a transaction where the execution of the transaction is contingent upon some event.

Code	Sale Condition Value
V	**From:** Stock Option Trade **To:** Contingent Trade

- **Add** a new Sale Condition '**7**' to identify a transaction consisting of two or more component orders executed as agent or principal, where the execution of one component is contingent upon the execution of all other components at or near the same time, and the price is determined by the relationship between the component orders and not the current market price for the security.

Code	Sale Condition Value
7	**From:** Reserved **To:** Qualified Contingent Trade

CTS Sale Condition 'V' and '7' Modifications (continued)

- The Consolidated High, Low, Last and Participant Open, High, Low and Last calculations for the redefined Sale Condition '**V**' (modified to remove Consolidated and Participant update eligibility) and new Sale Condition '**7**' will be as follows:

Code	Sale Condition Value	Consolidated		Participant			Consolidated / Participant Volume Update
		Last	High / Low	Open	Last	High / Low	
V	Contingent Trade	NO	NO	NO	NO	NO	YES
7	Qualified Contingent Trade	NO	NO	NO	NO	NO	YES

- Category levels (i.e., 1 to 4) and their associated classifications are used to prioritize the processing of Sale Conditions in the 4-byte Sale Condition field. The redefined Sale Condition 'V' and new Sale Condition '**7**' will be prioritized as follows:

Category 1	Category 2	Category 3	Category 4
Settlement Type	Reason for Trade Through Exemption/Other Reason	Extended Hours/ Sequence Type	SRO Required Detail
	7 – Qualified Contingent Trade		**V** –Contingent Trade

- The redefined Sale Condition '**V**' and new Sale Condition '**7**' will be disseminated in the following CTS Multicast Output Messages:

Category	Type	CTS Message
E / L	I	Short Trade
B / E / L	B	Long Trade
B / E / L	P	Correction
B / E / L	Q	Cancel/Error
B / E / L	J	Prior Day Trade
B / E / L	K	Prior Day Correction
B / E / L	L	Prior Day Cancel/Error

When is it Changing:

Activation of the CTS redefined/new Sale Conditions is projected for **Thursday, July 30, 2015**.

Documentation

The latest specification: CTS Output Multicast Specification, Revision 76 dated February 25, 2015, may be accessed using the following website link: https://www.ctaplan.com and selecting the 'Tech Specs' tab.

Questions

If you have any CTS Technical questions, please send an email to CQS-CTS-OPRA@siac.com, or contact the Service Desk at 866-873-7422.

Testing Scheduling

Playback Test data files with sample CTS data containing the CTS redefined and new Sale Conditions will be available commencing the week of March 2, 2015. Playback Test data will be disseminated Monday - Friday from **9:15 – 9:30 p.m. ET** via the **Playback Test Lines** (**not** over Production Lines). To coordinate testing, **and to provide verbal or written confirmation of testing, which is <u>required by all Data Recipients</u>**, please register in one of the following ways:

1.   E-mail your name, organization name, phone number, and date of test request(s) to: CQS-CTS-OPRA@siac.com, or
2.   Contact the Service Desk at 866-873-7422.

Indirect Data Recipients must contact their service provider to coordinate testing.