



## MARKET INFORMATION CIRCULAR



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### **Subject: PIM Response Order Handling Condition**

ISE has identified limited situations when ISE and ISE Gemini trading systems are not handling the operation of the Price Improvement Mechanism ("PIM") according to its intended process. Two of the possible scenarios that have been identified as improper are:

- During a PIM Exposure Period, a member submits a PIM Response at a price inferior to the PIM limit price, then tries to correct the price by submitting a modified PIM Response at the same price as the PIM limit price. The modified price submission is rejected.
- During a PIM Exposure Period, a member submits a PIM Response that improves the PIM limit price, then the member modifies the PIM Response to a price inferior to its initial PIM Response. The inferior modified PIM Response is accepted.

The proper handling would be to accept the modified PIM Response at the same price as the PIM limit price in the first item above and to not accept the modified inferior PIM Response in the second item.

The software error causing the incorrect handling of modified PIM Responses has been identified; a fix has been developed and is currently being tested. It is anticipated that a fix correcting this problem will be implemented on or about February 24, 2014.

If there are further questions, please contact Market Operations at 877-473-9989 or email [helpdesk@ise.com](mailto:helpdesk@ise.com).