

TRADE-NOW

Designed to increase customer participation and improve order interaction on The Nasdaq Stock Market and Nasdaq BX, Trade-Now is an optional feature available free of charge that provides participants the ability to have their resting order remove liquidity against any locking contra-side orders. Depending on the order entry protocol used, Trade-Now is available on an order-by-order basis, or available on a port-by-port basis.

FUNCTIONALITY	EXAMPLE
<p>Customers using FIX and RASHport protocols have a Reactive Trade-Now option. This provides participants the ability to specify on the original order that once posted on the Exchange book, if the order is locked by a contra-side displayed order, the resting order will automatically attempt to remove liquidity against locking contra-side orders up to its available size; any unexecuted portion of the order will remain posted at its price, with no change in order priority. Reactive Trade-Now is also available on a port-by-port basis, allowing all orders entered via the port to be specified with the Reactive Trade-Now option.</p>	<ul style="list-style-type: none"> • An offer resides on the book at \$10.15, non-displayed, with Reactive Trade-Now specified on the order. • A firm enters a Post-Only order to buy at \$10.15. • The incoming Post-Only order is accepted and displayed at \$10.15. • Because the resting non-displayed offer is specified with Reactive Trade-Now, the non-displayed order will remove against the available size of the locking Post-Only order, at \$10.15.
<p>Customers using OUCH and FIX Lite protocols have the ability to send a Trade-Now message which instructs the Exchange to allow the resting order to remove liquidity against any locking contra-side orders. If a Trade-Now message results in no or partial execution, the resting or unexecuted portion of the order will remain posted at its price, with no change in order priority.</p>	<ul style="list-style-type: none"> • An offer resides on the book at \$10.15, non-displayed. • A firm enters a Post-Only order to buy at \$10.15. • The incoming Post-Only order is accepted and displayed at \$10.15. • A Trade-Now instruction is submitted, by the entering firm, for the resting non-displayed order. • The non-displayed order removes against the available size of the locking Post-Only order at \$10.15.

SELF-MATCH PREVENTION WITH TRADE-NOW	EXAMPLE
<p>For a firm with Self-Match Prevention enabled, if a resting order is locked by a contra-side order for the same MPID and a Trade-Now message is sent for the initial order:</p> <ul style="list-style-type: none"> • The cancel oldest option will result in the full size of the contra-side order to be cancelled back to the customer. • The cancel newest option will result in the full size of the initial order to be cancelled back to the customer. 	<ul style="list-style-type: none"> • An offer resides on the book at \$10.15, non-displayed (MPID A). • A firm enters a Post-Only order to buy at \$10.15 (MPID A). • The incoming Post-Only order is accepted and displayed at \$10.15. • MPID A has opted in for self match prevention of cancel oldest. • A Trade-Now instruction is submitted for the resting non-displayed order. • The full size of the Post-Only order is cancelled back to the entering firm. • The non-displayed order remains posted at \$10.15.

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