

Proposed Rule Change by Chicago Stock Exchange
Pursuant to Rule 19b-4 under the Securities Exchange Act of 1934

Initial <input type="checkbox"/>	Amendment <input checked="" type="checkbox"/>	Withdrawal <input type="checkbox"/>	Section 19(b)(2) <input checked="" type="checkbox"/>	Section 19(b)(3)(A) <input type="checkbox"/>	Section 19(b)(3)(B) <input type="checkbox"/>
Pilot <input checked="" type="checkbox"/> Extension of Time Period for Commission Action <input type="checkbox"/> Date Expires <input type="text"/>			Rule <input type="checkbox"/> 19b-4(f)(1) <input type="checkbox"/> 19b-4(f)(4) <input type="checkbox"/> 19b-4(f)(2) <input type="checkbox"/> 19b-4(f)(5) <input type="checkbox"/> 19b-4(f)(3) <input type="checkbox"/> 19b-4(f)(6)		

Exhibit 2 Sent As Paper Document <input type="checkbox"/>	Exhibit 3 Sent As Paper Document <input type="checkbox"/>
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Description
Provide a brief description of the proposed rule change (limit 250 characters).

Contact Information
Provide the name, telephone number and e-mail address of the person on the staff of the self-regulatory organization prepared to respond to questions and comments on the proposed rule change.

First Name	<input type="text" value="David"/>	Last Name	<input type="text" value="Whitcomb"/>
Title	<input type="text" value="EVP, General Counsel and Chief Regulatory Officer"/>		
E-mail	<input type="text" value="dwhitcomb@chx.com"/>		
Telephone	<input type="text" value="(312) 663-2628"/>	Fax	<input type="text" value="(312) 663-2231"/>

Signature
Pursuant to the requirements of the Securities Exchange Act of 1934,

has duly caused this filing to be signed on its behalf by the undersigned thereunto duly authorized officer.

Date	<input type="text" value="06/30/2010"/>
By	<input type="text" value="David Whitcomb"/> (Name)
	<input type="text" value="EVP, General Counsel and Chief Regulatory Officer"/> (Title)

NOTE: Clicking the button at right will digitally sign and lock this form. A digital signature is as legally binding as a physical signature, and once signed, this form cannot be changed.

David Whitcomb, dwhitcomb@chx.com

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

For complete Form 19b-4 instructions please refer to the EFFS website.

Form 19b-4 Information

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The self-regulatory organization must provide all required information, presented in a clear and comprehensible manner, to enable the public to provide meaningful comment on the proposal and for the Commission to determine whether the proposal is consistent with the Act and applicable rules and regulations under the Act.

Exhibit 1 - Notice of Proposed Rule Change

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The Notice section of this Form 19b-4 must comply with the guidelines for publication in the Federal Register as well as any requirements for electronic filing as published by the Commission (if applicable). The Office of the Federal Register (OFR) offers guidance on Federal Register publication requirements in the Federal Register Document Drafting Handbook, October 1998 Revision. For example, all references to the federal securities laws must include the corresponding cite to the United States Code in a footnote. All references to SEC rules must include the corresponding cite to the Code of Federal Regulations in a footnote. All references to Securities Exchange Act Releases must include the release number, release date, Federal Register cite, Federal Register date, and corresponding file number (e.g., SR-[SRO]-xx-xx). A material failure to comply with these guidelines will result in the proposed rule change being deemed not properly filed. See also Rule 0-3 under the Act (17 CFR 240.0-3)

Exhibit 2 - Notices, Written Comments, Transcripts, Other Communications

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Exhibit Sent As Paper Document

Copies of notices, written comments, transcripts, other communications. If such documents cannot be filed electronically in accordance with Instruction F, they shall be filed in accordance with Instruction G.

Exhibit 3 - Form, Report, or Questionnaire

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Exhibit Sent As Paper Document

Copies of any form, report, or questionnaire that the self-regulatory organization proposes to use to help implement or operate the proposed rule change, or that is referred to by the proposed rule change.

Exhibit 4 - Marked Copies

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The full text shall be marked, in any convenient manner, to indicate additions to and deletions from the immediately preceding filing. The purpose of Exhibit 4 is to permit the staff to identify immediately the changes made from the text of the rule with which it has been working.

Exhibit 5 - Proposed Rule Text

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The self-regulatory organization may choose to attach as Exhibit 5 proposed changes to rule text in place of providing it in Item I and which may otherwise be more easily readable if provided separately from Form 19b-4. Exhibit 5 shall be considered part of the proposed rule change.

Partial Amendment

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If the self-regulatory organization is amending only part of the text of a lengthy proposed rule change, it may, with the Commission's permission, file only those portions of the text of the proposed rule change in which changes are being made if the filing (i.e. partial amendment) is clearly understandable on its face. Such partial amendment shall be clearly identified and marked to show deletions and additions.

Partial Amendment No. 2 to SR-CHX-2010-13

On June 17, 2010, the Chicago Stock Exchange, Inc. (“Exchange”) filed with the Securities and Exchange Commission (“Commission”) the proposed rule change SR-CHX-2010-13 regarding clearly erroneous executions. Through this partial amendment, the Exchange seeks to change the text of the proposed rule change to correct erroneous references in the description of the numerical guidelines and review procedures for such determinations as follows: (1) in paragraph (c)(1), inserting the word “paragraph” immediately before the cross-reference to (c)(2); (2) in paragraphs (e)(1) and (2), replacing the word “Official” with the rule-defined term “Officer;” and (3) in paragraph (e)(2), substituting references to the “Committee on Exchange Procedure” for the incorrect references to a “Clearly Erroneous Executions Panel.” The changes conform the defined terms in the proposed rule text to the defined terms used in the remainder of the Exchange’s current rule. The Exchange believes that this filing represents a technical amendment to the original filing.

Specifically, in Article 20, Rule 10(c)(1) and (e), the Exchange seeks to add the text that is shown in ***bold italics and double-underlined*** below (and delete the text that is shown in ***~~bold italics and double strike-through markings~~***.)

* * *

(c) *Thresholds*. Determinations of a clearly erroneous execution will be made as follows [based on all relevant factors on a case by case basis including, but not limited to, the following]:

(1) *Numerical Guidelines*. Subject to the provisions of paragraph (c)(3) below, a [A] transaction executed during any of the Early, Regular, Late Trading or Late Crossing Sessions shall [may] be found to be clearly erroneous [only] if the price of the transaction to buy (sell) that is the subject of the complaint is greater than (less than) the Reference Price by an amount that equals or exceeds the Numerical Guidelines set forth below. The execution time of the transaction under review determines whether the [guidance] threshold is the Early, Regular, Late Trading or Late Crossing Session. The Reference Price will be equal to the consolidated last sale immediately prior to the execution(s) under review except for: (A) Multi-Stock Events involving twenty or more securities, [in Unusual Circumstances] as described in paragraph (c)(2) below; (B) transactions not involving a Multi-Stock Event as described in paragraph (c)(2) that trigger a trading pause and subsequent transactions, as described in paragraph (c)(4) below, in which case the Reference Price shall be determined in accordance with that paragraph (c)(4); and (C) in other circumstances, such as, for example, relevant news impacting a security or securities, periods of extreme market volatility, sustained illiquidity, or widespread system issues, where use of a different Reference Price is necessary for the maintenance of a fair and orderly market and the protection of investors and the public interest.

Reference Price, [Consolidated Last Sale] Circumstance or Product	Regular Trading Session Numerical Guidelines (Subject transaction's % difference from the [Consolidated Last Sale] Reference Price):	Early, Late Trading and Late Crossing Session Numerical Guidelines (Subject transaction's % difference from the [Consolidated Last Sale] Reference Price):
Greater than \$0.00 up to and including \$25.00	10%	20%
Greater than \$25.00 up to and including \$50.00	5%	10%
Greater than \$50.00	3%	6%
Multi-Stock Event – Filings involving five or more, <u>but less than twenty</u> , securities whose executions occurred within a period of five minutes or less [by the same Member will be aggregated into a single filing]	10%	10%
Multi-Stock Event – Filings involving <u>twenty or more</u> securities whose executions occurred within a period of five minutes or less	30%, subject to the terms of <u>paragraph (c)(2) below</u>	30%, subject to the terms of <u>paragraph (c)(2) below</u>
Leveraged ETF/ETN securities	Regular Trading Session Numerical Guidelines multiplied by the leverage multiplier (<i>i.e.</i> , 2x)	Regular Trading Session Numerical Guidelines multiplied by the leverage multiplier (<i>i.e.</i> , 2x)

* * *

(e) Review Procedures.

(1) Determination by ~~Officer~~ ~~Official~~. Unless both parties (~~or party, in the case of a cross order or an order entered into the Matching System~~) to the disputed transaction agree to withdraw the initial request for review, the transaction under dispute shall be reviewed, and a determination shall be rendered

by the ~~Officer Official~~. If the ~~Officer Official~~ determines that the transaction is not clearly erroneous, the ~~Officer Official~~ shall decline to take any action in connection with the completed trade. In the event that the ~~Officer Official~~ determines that the transaction in dispute is clearly erroneous, the ~~Officer Official~~ shall declare the transaction null and void. A determination shall be made generally within thirty (30) minutes of receipt of the complaint, but in no case later than the start of Regular Trading ~~Hours~~ on the following ~~trading~~ day. The parties shall be promptly notified of the determination.

(2) Appeals. If a ~~Participant Member~~ affected by a determination made under this Rule so requests within the time permitted below, the ~~Committee on Exchange Procedure~~ ~~Clearly Erroneous Execution Panel~~ (“~~CEE Panel~~”) will review decisions made by the ~~Officer Official~~ under this Rule, including whether a clearly erroneous execution occurred and whether the correct determination was made; provided however that the ~~Committee on Exchange Procedure~~ ~~CEE Panel~~ will not review decisions made by an Officer under ~~[subsection]~~ paragraph (f) of this Rule if such Officer also determines under ~~[subsection]~~ paragraph (f) of this Rule that the number of the affected transactions is such that immediate finality is necessary to maintain a fair and orderly market and to protect investors and the public interest, and further provided that with respect to rulings made by the Exchange in conjunction with one or more additional market centers, the number of affected transactions is similarly such that immediate finality is necessary to maintain a fair and orderly market and to protect investors and the public interest and, hence, are also non-appealable.

(A) – (B) Unchanged

* * *

This text completely supersedes and replaces the rule text of Sections (c)(1) and (e) that was originally filed in section 1. of Form 19b-4.

The Exchange is not making any other changes to the original filing.