

Notice to MarketAxess SEF Corporation Participants

Changes to Anonymous RFQ protocols

In order to improve functionality and the overall trading experience on the MarketAxess SEF Corporation (“**MKTX**”) trading platform, MKTX will be implementing a rating system for parties sending anonymous requests for quotes. Effective as of May 19th, 2014, anonymous requests for quotes will include a requestor rating based on the following criteria:

Requestor’s “Cumulative Hit Rate”	Rating
<10%	1 star
10-25%	2 star
25-50%	3 star
50-80%	4 star
>80%	5 star

Please note the following:

- **“Cumulative Hit Rate”** is defined as: # of completed requestor trades / # of requestor inquires within the prior 90 calendar days.
 - Please note that activity prior to May 19th, 2014 will not be included in the Cumulative Hit Rate calculation.
- Only inquiries and trades meeting the following criteria will be included in the calculation of Cumulative Hit Rate:
 - Two or more responses must be received;
 - Inquiries must be sent to “Public Inquiry”; and
 - Inquiries and trades must have occurred within the prior 90 calendar days.
- Rating calculations will be recalculated prior to the start of every trading day.
- Requestors with less than 3 inquiries meeting the aforementioned criteria during the prior 90 calendar days will receive a “Rating Pending” rating.
- Ties default to a higher rating (i.e. a 50% hit rate will result in a 4 star rating).

Please contact your MKTX representative with any questions.