

**Rule 606 Quarterly Report**

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**Disclosure of Order Routing Information – SEC Rule 606 for Quarter Ending on  
September 30 2019**

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In accordance with Securities and Exchange Commission (“SEC”) requirements, Instinet, LLC (“Instinet” or the “Firm”), is publishing statistical information about its routing of certain customers’ orders in NMS Securities and Listed Options. SEC rules require all registered broker-dealers that route orders in certain equity and option securities to make publicly available quarterly reports that present a general overview of a firm’s non-directed order routing practices. Non-directed orders are orders that the customer has not instructed to route to a particular venue for execution. For these non-directed orders, the Firm has selected the execution venue on behalf of its customers. Please note that consistent with the SEC’s requirements, these statistics capture only a portion of Instinet’s order flow.

This report is intended to provide an overview of Instinet’s order routing practices, and does not create a reliable basis on which to assess whether Instinet or any other trading venue, to which we route orders, has satisfied its duty of best execution. Decisions concerning whether to open an account or direct orders to the Firm should not be established on the information presented in this report alone, but on a broader evaluation of the full range of services and products Instinet provides.

This report is divided into four sections:

1. Securities listed on the New York Stock Exchange, LLC and reported as Network A eligible securities;
2. Securities listed on The Nasdaq Stock Market, LLC;
3. Securities listed on the NYSE MKT, LLC or regional exchanges and reported as Network B eligible securities; and
4. Exchange-listed options.

For each section, this report identifies the venues most often selected by Instinet, sets forth the percentage of various types of orders routed to the venues, and discusses material aspects of the Firm’s relationship with the venues.

For further information on SEC Rule 606, you may visit the SEC website.

### **Equities Payment for Order Flow Disclosure:**

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Instinet routes customer stock orders to various market centers, including to national securities exchanges, alternative trading systems, which may include electronic communications networks, and to OTC market makers. For orders routed by Instinet to stock exchanges, Instinet receives a cash payment or is charged a fee for order flow on a per executed share bases. The per share payment or fee is calculated based upon a variety of factors including, but not limited to, whether an order provides liquidity or removes liquidity from the stock exchange. In exchange for routing equity orders to other market centers, Instinet may receive a rebate or be charged fees per executed share. The amounts of rebates received from market centers vary and may or may not exceed the fees paid by the Firm to a market center during any given period; such rebates may be deemed payment for order flow.

### **Options Payment for Order Flow Disclosure:**

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Instinet routes customer option orders to the various listed option exchanges. For orders routed by Instinet to options exchanges, Instinet receives a cash payment or is charged a fee for order flow on a per executed contract basis. The per contract cash payment or fee is calculated based upon a variety of factors including, but not limited to, order size and whether an order provides liquidity or removes liquidity from the options exchange. In addition, Instinet may receive payments from preferenced registered market makers related to US listed options exchange-sponsored marketing fee programs.

### **Ownership Interests in US Equity/Option Exchanges or other Routing Venues**

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Instinet does not hold any ownership investments in any of the US equity or option exchanges. Instinet owns and operates Instinet Crossing, CBX, and BlockCross alternative trading systems (ATSS). Instinet receives a commission on a per share basis for orders executed within the ATSS.

## 1. Securities Listed on NYSE/Network A Eligible Securities

Summary Statistics	Percentage
Non-directed orders as percentage of total customer orders	11.34%
Market orders as percentage of total non-directed orders	<1%
Limit orders as percentage of total non-directed orders	75.2%
Other orders as percentage of total non-directed orders	24.23%

	Venue	% of Total Non-Directed orders	Market orders (as % of total non-directed orders)	Limit orders (as % of total non-directed orders)	Other orders* (as % of total non-directed orders)
1	EDGX Exchange (EDGX)	26.63%	2.86%	33.88%	4.71%
2	NYSE ARCA, Inc. (ARCA)	24.66%	3.83%	31.29%	4.58%
3	NASDAQ Stock Exchange (NASDAQ)	9.39%	8.83%	9.94%	7.68%
4	New York Stock Exchange (NYSE)	5.22%	18.81%	3.92%	8.92%
5	BATS BZX Exchange (BATS)	4.26%	7.66%	4.17%	4.47%
6	Instinet, LLC – Continuous Block Crossing System (ICBX)	3.76%	6.82%	3.61%	4.15%
7	Credit Suisse Securities (USA) LLC – CrossFinder (CROS)	2.21%	3.17%	1.32%	4.93%
8	UBS Securities LLC	2.10%	3.06%	1.26%	4.69%
9	J.P. Morgan Markets	2.09%	2.86%	1.31%	4.50%
10	Virtu MatchIt (KCGM)	2.01%	3.10%	1.25%	4.36%
11	Level ATS (EBXL)	1.85%	6.33%	1.29%	3.50%
12	ITG Inc	1.58%	3.02%	<1%	4.58%
13	Goldman Sachs Execution & Clearing L.P.	1.56%	2.77%	<1%	4.52%
14	BATS BYX Exchange (BATY)	1.49%	5.80%	<1%	4.78%
15	IEX Services INC	1.36%	1.24%	<1%	5.12%

\* “Other orders” includes orders for which the customer requested special handling and orders submitted for which Instinet exercised price and time discretion.

## 2. Securities Listed on the NASDAQ Stock Market, Inc.

Summary Statistics	Percentage
Non-directed orders as percentage of total customer orders	37.75%
Market orders as percentage of total non-directed orders	<1%
Limit orders as percentage of total non-directed orders	89.18%
Other orders as percentage of total non-directed orders	10.53%

	Venue	% of Total Non-Directed orders	Market orders (as % of total non-directed orders)	Limit orders (as % of total non-directed orders)	Other orders* (as % of total non-directed orders)
1	BATS BZX Exchange (BATS)	50.98%	11.36%	56.61%	4.46%
2	EDGX Exchange (EDGX)	15.49%	5.71%	16.80%	4.69%
3	NYSE ARCA, Inc. (ARCA)	14.77%	6.96%	16.02%	4.45%
4	NASDAQ Stock Exchange (NASDAQ)	4.23%	18.52%	3.52%	9.85%
5	Instinet, LLC – Continuous Block Crossing System (ICBX)	2.51%	10.87%	2.30%	4.08%
6	Level ATS (EBXL)	1.00%	4.30%	<1%	3.53%
7	Credit Suisse Securities (USA) LLC – CrossFinder (CROS)	<1%	2.28%	<1%	5.08%
8	J.P. Morgan Markets	<1%	2.06%	<1%	4.68%

\* “Other orders” includes orders for which the customer requested special handling and orders submitted for which Instinet exercised price and time discretion.

### 3. Securities Listed on NYSE MKT, LLC or Regional Exchanges/Network B Eligible Securities

Summary Statistics	Percentage
Non-directed orders as percentage of total customer orders	10.66%
Market orders as percentage of total non-directed orders	<1%
Limit orders as percentage of total non-directed orders	55.25%
Other orders as percentage of total non-directed orders	44.30%

	Venue	% of Total Non-Directed orders	Market orders (as % of total non-directed orders)	Limit orders (as % of total non-directed orders)	Other orders* (as % of total non-directed orders)
1	NASDAQ Stock Exchange (NASDAQ)	32.93%	5.99%	57.81%	2.17%
2	NYSE ARCA, Inc. (ARCA)	8.21%	7.40%	13.57%	1.54%
3	Instinet, LLC – Continuous Block Crossing System (ICBX)	4.51%	9.11%	3.27%	6.01%
4	J.P. Morgan Markets	4.06%	2.78%	2.24%	6.33%
5	Virtu MatchIt (KCGM)	3.94%	3.26%	2.11%	6.23%
6	UBS Securities LLC	3.76%	3.17%	2.00%	5.97%
7	Credit Suisse Securities (USA) LLC – CrossFinder (CROS)	3.61%	3.37%	2.37%	5.15%
8	Goldman Sachs Execution & Clearing L.P.	2.90%	2.34%	<1%	6.27%
9	ITG Inc	2.89%	2.64%	<1%	6.24%
10	IEX Services INC	2.79%	1.82%	<1%	6.12%
11	Barclays Capital Inc	2.79%	2.13%	<1%	6.06%
12	Level ATS (EBXL)	2.79%	7.50%	<1%	6.00%
13	Merrill Lynch Dark Pool (BOA)	2.74%	2.61%	<1%	5.93%
14	National Financial Services LLC	2.62%	2.10%	<1%	5.89%
15	BIDS Trading L.P.	2.53%	1.84%	<1%	5.58%
16	Morgan Stanley and CO. LLC	2.31%	<1%	<1%	5.21%
17	Intelligent Cross LLC	2.30%	<1%	<1%	5.19%
18	Citadel Securities LLC	1.85%	1.03%	3.33%	<1%
19	CODA Markets	1.69%	<1%	3.04%	<1%

\* “Other orders” includes orders for which the customer requested special handling and orders submitted for which Instinet exercised price and time discretion.

#### 4. Exchange-Listed Options

Summary Statistics	Percentage
Non-directed orders as percentage of total customer orders	4.49%
Market orders as percentage of total non-directed orders	1.14%
Limit orders as percentage of total non-directed orders	96.76%
Other orders as percentage of total non-directed orders	2.10%

	Venue	% of Total Non-Directed orders	Market orders (as % of total non-directed orders)	Limit orders (as % of total non-directed orders)	Other orders* (as % of total non-directed orders)
1	BATS Options Exchange (BATS)	25.24%	21.46%	24.71%	51.85%
2	Boston Options Exchange (BOX)	12.44%	44.75%	12.30%	1.48%
3	NASDAQ Option Exchange (NASDAQ Option)	7.01%	5.94%	7.14%	1.73%
4	C2 Options Exchange (C2)	6.28%	6.39%	6.40%	0.74%
5	EDGE X Options Exchange	5.56%	1.37%	5.07%	30.62%
6	Chicago Board Options Exchange (CBOE)	5.47%	<1%	5.64%	<1%
7	NYSE ARCA Options (ARCA)	5.12%	5.94%	5.20%	<1%
8	Gemini Options Exchange (Gemini)	4.94%	6.39%	5.03%	<1%
9	Philadelphia Options Exchange (PHLX)	4.76%	<1%	4.88%	1.73%
10	MIAX Pearl Exchange	4.61%	3.65%	4.70%	<1%
11	International Securities Exchange (ISE))	4.49%	<1%	4.54%	4.44%
12	MIAX Exchange	4.11%	1.37%	4.22%	<1%

\* "Other orders" includes orders for which the customer requested special handling and orders submitted for which Instinet exercised price and time discretion.