

# Hundreds of participants. Millions of shares. Zero market impact.

## Complete your trading strategy

Instinet Crossing fits any investment strategy. Our high-volume electronic crossing system offers investors access to substantial global liquidity, complete anonymity, low-cost portfolio rebalancing, reduced risk, Short Sale Exemption, marketable orders before the trading day begins and a fair and level trading environment. The End-of-day Cross matches shares at the day's closing prices, while the new Volume-Weighted Average Price (VWAP) Cross collects orders in the morning to trade at the day's closing volume-weighted average price.

When Instinet Crossing is combined with trading through Instinet, you gain access to a wide array of trading opportunities—around the world and around the clock.

## Off-hours liquidity

Instinet Crossing is the place to find substantial liquidity, both before the open and after the close. On an average day, Instinet Crossing's after-hours liquidity pool contains 100-200 million shares across both exchange-listed and OTC issues. The timing of the match session for Instinet Crossing's End-of-day Cross has been selected specifically to maximize customer participation and to concentrate liquidity. Now, Instinet's new VWAP Cross lets you reap the same benefits of the after-hours cross first thing in the morning, before the market opens.

## Protection from market impact

Instinet clients and their trading partners remain anonymous throughout all aspects of their crossing trading activity. They never know each other's identity, strategy, order size, or residual size. This anonymity protects clients from market impact, the most significant aspect of transaction cost.

## Reduced risk

Instinet Crossing seeks to maximize your trading potential while reducing unnecessary risk. The *Instinet Crossing News Policy* monitors late-breaking news and client activity to provide a fair and level trading environment during the End-of-day Cross. Instinet also provides cash balancing, minimum trade size, and transaction analysis tools to help further reduce risk for clients.

## Fixed benchmark pricing

For the after-hours cross, issues are traded at fixed, end-of-day prices. Listed issues trade at the last sale on the primary market; OTC issues trade at the midpoint between the consolidated bid-ask spread. These prices are automatically adjusted for splits and dividends occurring the next day. For the VWAP Cross, issues are

traded at the end-of-day VWAP. Listed stocks trade at the primary market VWAP; OTC stocks trade at the VWAP of the consolidated market.

## Fast\* and easy to use

Accessing Instinet Crossing is fast and easy through all Instinet front-ends, FIX connections, most third-party order management systems, and the Instinet Crossing web site. Within seconds, clients can enter live orders on the Instinet systems, retrieve trade reports, and then transmit a list of orders to Instinet Crossing. Instinet's crossing specialists are also available to help with strategy and execution or to assist in aggregating liquidity. Trade reporting occurs overnight, and Instinet Crossing supports dropping copies of unsolicited trade reports (UTR).

### Instinet Crossing Timeline\*

#### DAY ONE

8:00 A.M.	VWAP orders are accepted.
9:15 A.M.	Volume-Weighted Average Price Cross is executed and clients receive preliminary execution reports.
9:30 A.M.	All reports are received.
4:00 P.M.	NYSE closes; Instinet Crossing begins accepting orders.
4:00 P.M. – 6:30 P.M.	News is monitored.
4:15 P.M.	VWAP prices are determined.
6:30 P.M.	Instinet Crossing stops accepting orders.
6:30 P.M.	<b>Match is executed.</b>

#### NEXT TRADING DAY

8:00 A.M.	Crossing executions reported via ACT.
12:00 NOON	Instinet Crossing submits final trade allocations.

## Explore our crossing solutions:

### VWAP CROSS

VWAP is an internationally recognized benchmark where the average price of each of the day's trades is weighted by the volume in any given stock. The VWAP Cross matches anonymous buyers and sellers of U.S. equities before the market opens and executes trades for the matched shares at the day's volume-weighted average price. Unmatched shares are returned to the client before the open of the market.

VWAP Cross liquidity is a dynamic pooling of End-of-day Cross residuals and domestic order flow. The VWAP Cross represents a unique opportunity for domestic order flow to interact with U.S. equity order flow from the Asian and European investor communities as well. Beginning at 4:15 P.M., VWAP prices from the primary markets are populated on that morning's trades. VWAP also provides and the ability to combine your trades with the overnight cross and real time trading, thus alleviating multiple ticket charges. Clients can submit VWAP orders via FIX connections, Newport, e-mail or phone.

### END-OF-DAY CROSS

Each day, from 3:30 P.M. – 6:30 P.M.\*, Instinet Crossing accepts and accumulates buy and sell orders for U.S. equities from its clients worldwide. At 6:30 P.M., the "matching" process begins by uploading closing price data, checking corporate actions, verifying order entry accuracy, and enforcing Instinet's *News Policy*. Instinet Crossing executes a single cross between all clients' orders. When an order does not find a match in the cross, it is returned unexecuted to the client.

For more information about Instinet Crossing visit us online  
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\* All times are Eastern Time.

† System response times may vary for a number of reasons, including market conditions, trading volumes, and system performance.

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