



Regulatory Notice 23-04

DATE: July 18, 2023

TO: All Members of MEMX LLC

FROM: MEMX Regulation

RE: MEMX Regulation Member Outreach -- Member Firm Compliance Obligations, Document Submission, Electronic Blue Sheets, and CRD

This Regulatory Information Memo is intended to remind all new and existing MEMX Equities Members and also to inform MEMX Options Members of their obligations under the rules of MEMX LLC (“MEMX”, also referred to as “the Exchange”). This memo will also offer pertinent information about the operations of the MEMX Regulation Department (“MEMXR”), elaborate on the process of data transmission related to MEMXR’s surveillance activities, and furnish contact information for MEMXR.

MEMXR exists as part of a Self-Regulatory Organization (“SRO”) and, as such, is as an independent function of the Exchange.¹ Given MEMX’s commitment to maintaining a fair, orderly, and transparent market, MEMXR surveils market activity and enforces the rules of the Exchange and federal securities laws. MEMX members are reminded to transact on the Exchange in accordance with MEMX rules and federal securities laws. For reference, the rules of the Exchange and all rule filings and changes are made available at <https://info.memxtrading.com>.

As part of MEMXR’s focus on investor confidence and maintaining a quality market experience for its participants through expedient identification of conduct that may violate the rules of the Exchange or federal securities laws, MEMXR’s approach is two-fold. First, MEMXR’s in-house surveillance efforts focus primarily on activity occurring on the MEMX exchange. Second, certain cross-market surveillances are conducted on behalf of MEMX by the Financial Industry Regulatory Authority, Inc. (“FINRA”) through a regulatory services agreement. FINRA also assists MEMXR with member examinations, registration and qualifications utilizing its expertise in these areas and to avoid regulatory duplication.

In that regard, Exchange Members may receive requests for information from either MEMXR or FINRA related to certain activity identified through various, coordinated surveillance efforts. When responding to a FINRA Request for Information, Members should follow the instructions for response provided therein.

¹ MEMX Regulatory Independence Statement: <https://memx.com/wp-content/uploads/2020/05/MEMX-Regulation-Independence.pdf>



Additional Information for Members and Member Organizations:

- **Electronic Blue Sheets (“EBS”).** EBS may also be requested from clearing members periodically. When responding to EBS requests, Members should reference the MEMX requestor code of “4”. Members are also reminded to use standard Electronic Blue Sheet format and include the matter number referenced in the request.
- **CRD Registration.** MEMX is an available exchange on FINRA’s Central Registration Depository (“CRD”). Upon finalizing membership with MEMX, firms are expected to select MEMX in FINRA’s CRD. Once selected, a member of MEMXR will affirm the firm's selection, which will complete the process.
- **Contacts.** MEMX is committed to maintaining an ongoing dialogue with members and addressing member inquiries. MEMXR is providing several dedicated emails, listed below, to promote such communication.
 - For questions or inquiries regarding regulatory matters regulation@memx.com
 - To submit a tip or complaint related to a potential violation of MEMX rules send an email to tipsandcomplaints@memx.com
 - For MEMX rule interpretation send an email to reginterps@memx.com