



## **SEC Rule 606 and 607 (Disclosure of Payment for Order flow and Order Routing Information)**

### **SEC Rule 606**

SEC Rule 606 ("Rule") requires all broker-dealers that route orders in equity and option securities to make available quarterly reports that present a general overview of their routing practices. The reports must identify the significant venues to which customer orders were routed for execution during the applicable quarter and disclose the material aspects of the broker-dealer's relationship with such venues. In addition, the Rule requires broker-dealers to disclose, on customer request, the venues to which the customer's individual orders were routed.

In addition, Rule 606(b) requires that broker-dealers must respond to customer requests for individual information on customer orders that were routed for execution in the six months prior to the request, whether the orders were directed or non-directed, and the time of the transactions, if any, that resulted from such orders.

### **SEC Rule 607**

Pursuant to SEC Rule 607, Precision is required to disclose its payment for Order Flow practices. disclose upon opening a new customer account and on an annual basis thereafter: (i) their policies regarding payment for order flow, including a statement as to whether any payment for order flow is received for routing customer orders and a detailed description of the nature of the compensation received, and (ii) their policies for determining, in the absence of specific customer instructions, where to route customer orders that are the subject of payment for order flow, including a description of the extent to which orders can be executed at prices superior to the NBBO.

Precision sends certain equity orders to exchanges, electronic communication networks, or broker-dealers during normal business hours and during extended trading sessions.

Some of those market centers provide payments to Precision, or charge access fees depending upon the characteristics of the order and any subsequent execution. In addition, Precision may execute certain equity orders as principal. The details of these payments and fees are available upon written request.

Please download the most current summary of Precision's order routing activity by clicking on the following link: <http://precsecurities.com/home/disclosuresprivacy/>