

Shoreline Trading Group LLC

SEC Rule 606

Quarter Ended 31-December-2011

General

SEC-Required Report on Routing of Customer Orders

Shoreline Trading Group LLC has prepared this report pursuant to a U.S. Securities and Exchange Commission rule requiring all brokerage firms to make publicly available quarterly reports on their order routing practices. The report provides information on the routing of "non-directed orders" -- any order that the customer has not specifically instructed to be routed to a particular venue for execution. For these non-directed orders, Shoreline Trading Group LLC has selected the execution venue on behalf of its customers.

The report is divided into two sections: one for exchange listed equity securities and one for exchange listed options. For each section, this report identifies the venues most often selected by Shoreline Trading Group LLC and sets forth the percentage of various types of orders routed to the venues.

For its equity and option transactions during the stated period, the Firm is a fully-disclosed Introducing Broker to JP Morgan Clearing Corporation, Credit Suisse, and Penson Securities. The Firm receives a rebate from certain ECNs when liquidity is provided by orders routed via the ECN. The Firm provides no incentives for traders to route orders via any ECN, non-directed or otherwise.

| | Non-Directed Orders | Market Orders | Limit Orders | Other Orders |
|--|------------------------|------------------|-----------------|-----------------|
| EQUITIES | | | | |
| AMEX | | | | |
| Total Shoreline Trading Group LLC Orders | 100.00% | 10.74% | 89.26% | 0.00% |
| Orders Routed To: | | | | |
| JP Morgan | 85.90% | 8.75% | 77.15% | 0.00% |
| Knight | 14.10% | 1.99% | 12.11% | 0.00% |
| ARCA | 0.00% | 0.00% | 0.00% | 0.00% |
| Other | 0.00% | 0.00% | 0.00% | 0.00% |
| NYSE | | | | |
| Total Shoreline Trading Group LLC Orders | 100.00% | 12.90% | 87.10% | 0.00% |
| Orders Routed via: | | | | |
| JP Morgan | 89.27% | 11.41% | 77.86% | 0.00% |
| Knight | 6.40% | 1.27% | 5.13% | 0.00% |
| ARCA | 4.32% | 0.22% | 4.10% | 0.00% |
| Other | 0.00% | 0.00% | 0.00% | 0.00% |
| NASDAQ | | | | |
| Total Shoreline Trading Group LLC Orders | 100.00% | 11.55% | 88.45% | 0.00% |
| Orders Routed via: | | | | |
| JP Morgan | 84.60% | 11.45% | 73.15% | 0.00% |
| Knight | 13.40% | 0.10% | 13.30% | 0.00% |
| ARCA | 1.93% | 0.00% | 1.93% | 0.00% |
| Other | 0.06% | 0.00% | 0.06% | 0.00% |
| OPTIONS | | | | |
| Total Shoreline Trading Group LLC Orders | 100.00% | 29.38% | 70.62% | 0.00% |
| Orders Routed via: | | | | |
| Knight | 14.78% | 0.28% | 14.50% | 0.00% |
| JP Morgan | 84.53% | 29.10% | 55.42% | 0.00% |
| Chicago Board Options Exchange | 0.70% | 0.00% | 0.70% | 0.00% |