

Market Performance

Share Volume by Market

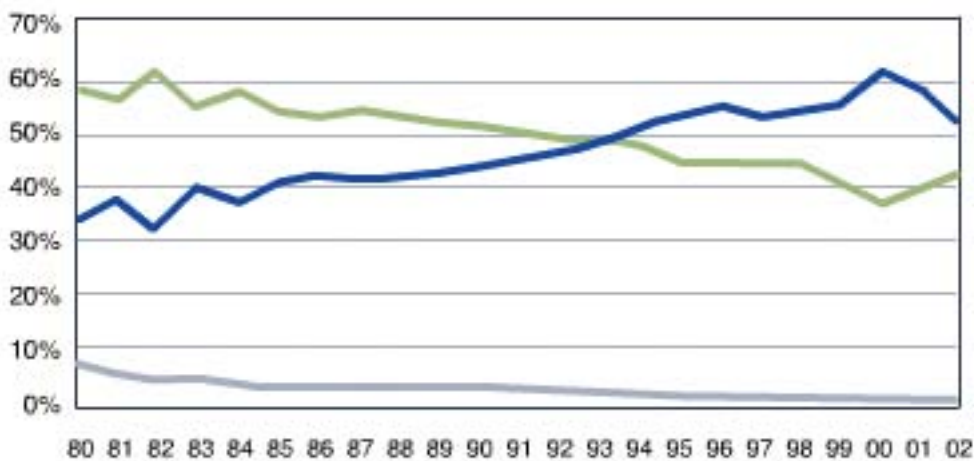
- NASDAQ's share volume topped other U.S. markets on 234 of 252 trading days—92.9%.
- NASDAQ traded over 1 billion shares on 248 of 252 days in 2002.
- In 2002, NASDAQ's annual share volume was 441 billion shares and average daily share volume was 1.7 billion shares.
- In 2002, NASDAQ continued as the share volume leader among U.S. equity markets by capturing 54% of all share volume.
- In the last decade, NASDAQ experienced a 812% growth in share volume.

Market Performance

Share Volume by Market

Year	NASDAQ	NYSE	AMEX
1980	34%	58%	8%
1981	37%	56%	6%
1982	32%	63%	5%
1983	40%	55%	5%
1984	38%	58%	4%
1985	41%	55%	4%
1986	43%	53%	4%
1987	42%	54%	4%
1988	42%	55%	3%
1989	43%	53%	4%
1990	44%	52%	4%
1991	46%	50%	4%
1992	47%	50%	3%
1993	48%	48%	3%
1994	49%	48%	3%
1995	52%	45%	3%
1996	56%	42%	2%
1997	54%	44%	2%
1998	53%	45%	2%
1999	56%	42%	2%
2000	62%	37%	2%
2001	59%	39%	2%
2002	54%	44%	2%

Market Share by Market



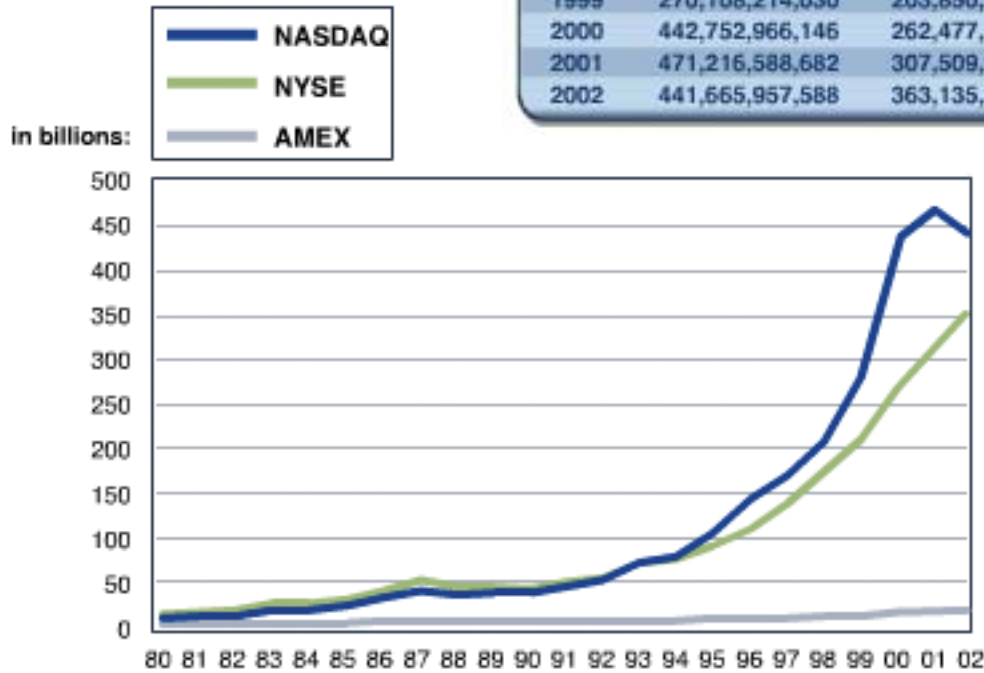
NASDAQ Economic Research, as of 12/2002

Market Performance

Share Volume by Market

Year	NASDAQ	NYSE	AMEX
1980	6,691,631,000	11,352,294,000	1,626,073,000
1981	7,823,410,000	11,853,741,000	1,343,400,000
1982	8,432,275,000	16,458,037,000	1,337,725,000
1983	15,908,547,000	21,589,577,000	2,080,922,000
1984	15,158,823,000	23,071,031,000	1,544,335,000
1985	20,699,146,000	27,510,706,000	2,100,815,000
1986	28,736,561,000	35,680,016,000	2,978,612,000
1987	37,890,006,000	47,801,309,000	3,505,955,000
1988	31,070,103,000	40,849,537,000	2,515,025,000
1989	33,530,386,000	41,698,538,000	3,125,108,000
1990	33,380,381,000	39,664,516,000	3,328,918,000
1991	41,310,531,000	45,266,043,000	3,377,706,000
1992	48,454,663,000	51,127,959,000	3,595,789,405
1993	66,540,480,000	66,923,258,000	4,582,015,345
1994	74,352,568,000	73,420,401,000	4,481,625,000
1995	101,157,098,300	87,257,567,312	5,087,648,550
1996	138,112,017,100	104,630,809,000	5,630,448,000
1997	163,881,594,000	133,206,448,000	6,173,544,000
1998	202,040,228,873	169,513,525,979	7,310,268,151
1999	270,108,214,030	203,850,172,800	8,230,868,060
2000	442,752,966,146	262,477,705,083	13,318,250,465
2001	471,216,588,682	307,509,255,893	16,316,745,005
2002	441,665,957,588	363,135,345,221	15,685,488,358

Share Volume by Market



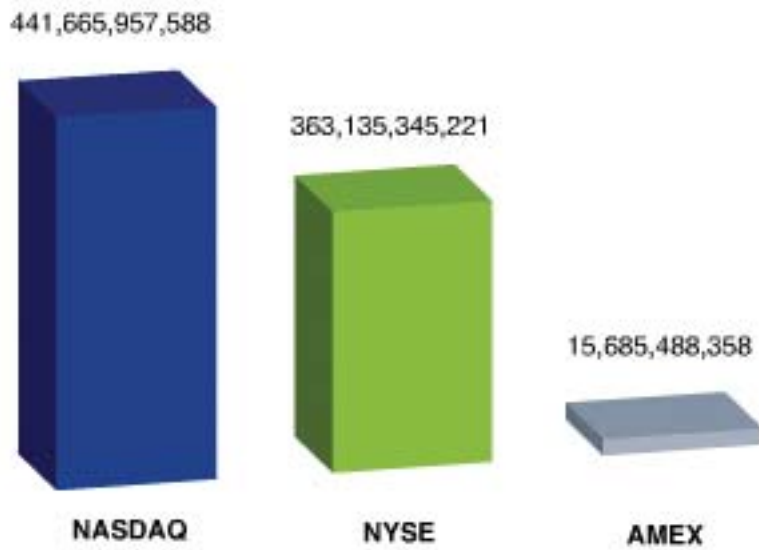
NASDAQ Economic Research, as of 12/2002

Market Performance

Share Volume by Market

Share Volume by Market - 2002

	NASDAQ	NYSE	AMEX
2002	441,665,957,588	363,135,345,221	15,685,488,358



NASDAQ Economic Research, as of 12/2002

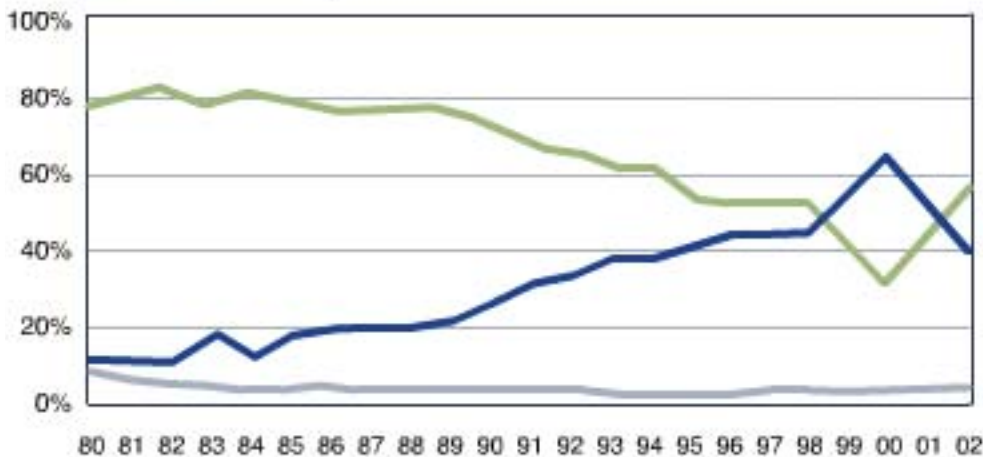
Market Performance

Dollar Volume by Market

NASDAQ's dollar volume in 2002 reached \$7.3 trillion, an increase of \$6.4 trillion since 1992. That's a 714% increase in the last 10 years.

Year	NASDAQ	NYSE	AMEX
1980	14%	78%	7%
1981	15%	80%	5%
1982	14%	82%	4%
1983	19%	78%	3%
1984	16%	81%	2%
1985	19%	79%	2%
1986	21%	76%	3%
1987	21%	77%	2%
1988	20%	78%	2%
1989	21%	76%	2%
1990	25%	73%	2%
1991	31%	67%	2%
1992	33%	65%	2%
1993	37%	62%	2%
1994	37%	62%	1%
1995	43%	56%	1%
1996	44%	55%	1%
1997	43%	56%	1%
1998	43%	55%	2%
1999	54%	44%	2%
2000	63%	34%	3%
2001	49%	47%	4%
2002	40%	57%	4%

Market Share by Market



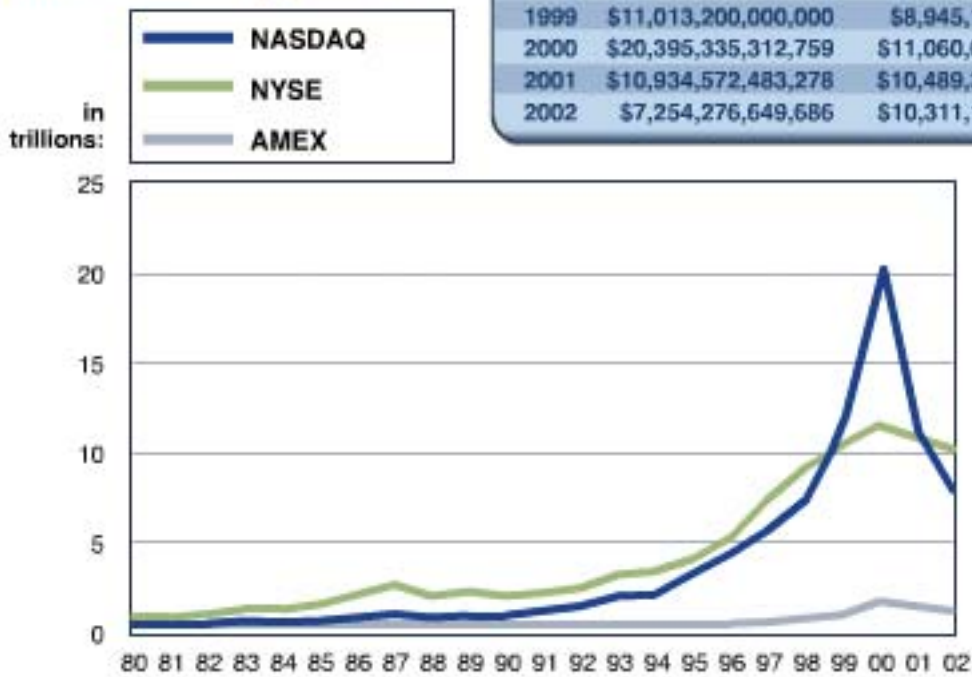
NASDAQ Economic Research, as of 12/2002

Market Performance

Dollar Volume by Market

Year	NASDAQ	NYSE	AMEX
1980	\$68,669,000,000	\$374,909,300,000	\$35,788,327,624
1981	\$71,057,000,000	\$389,218,600,000	\$24,520,205,419
1982	\$84,189,000,000	\$488,396,300,000	\$21,056,649,904
1983	\$188,284,596,000	\$765,275,200,000	\$31,237,023,941
1984	\$153,453,903,000	\$764,737,800,000	\$21,376,098,408
1985	\$233,454,049,000	\$970,478,700,000	\$27,838,566,791
1986	\$378,215,986,000	\$1,374,349,600,000	\$45,356,898,691
1987	\$499,854,773,000	\$1,873,597,200,000	\$50,469,993,686
1988	\$347,089,139,000	\$1,356,049,600,000	\$30,921,806,605
1989	\$431,381,099,000	\$1,542,845,000,000	\$44,401,174,619
1990	\$452,429,922,000	\$1,325,332,400,000	\$37,714,827,819
1991	\$693,852,037,000	\$1,520,164,000,000	\$40,919,297,189
1992	\$890,785,036,000	\$1,745,466,400,000	\$42,238,331,156
1993	\$1,350,100,413,000	\$2,283,389,600,000	\$56,736,607,000
1994	\$1,449,300,889,700	\$2,454,241,600,000	\$58,511,171,000
1995	\$2,398,214,491,477	\$3,082,915,308,000	\$72,716,804,959
1996	\$3,301,777,043,830	\$4,063,654,600,000	\$76,503,030,000
1997	\$4,481,691,314,097	\$5,777,601,500,000	\$143,230,143,047
1998	\$5,758,600,000,000	\$7,287,948,500,000	\$283,057,962,603
1999	\$11,013,200,000,000	\$8,945,195,000,000	\$477,821,668,891
2000	\$20,395,335,312,759	\$11,060,046,000,000	\$945,390,686,492
2001	\$10,934,572,483,278	\$10,489,322,500,000	\$817,041,590,380
2002	\$7,254,276,649,686	\$10,311,155,700,000	\$642,183,216,414

Dollar Volume by Market



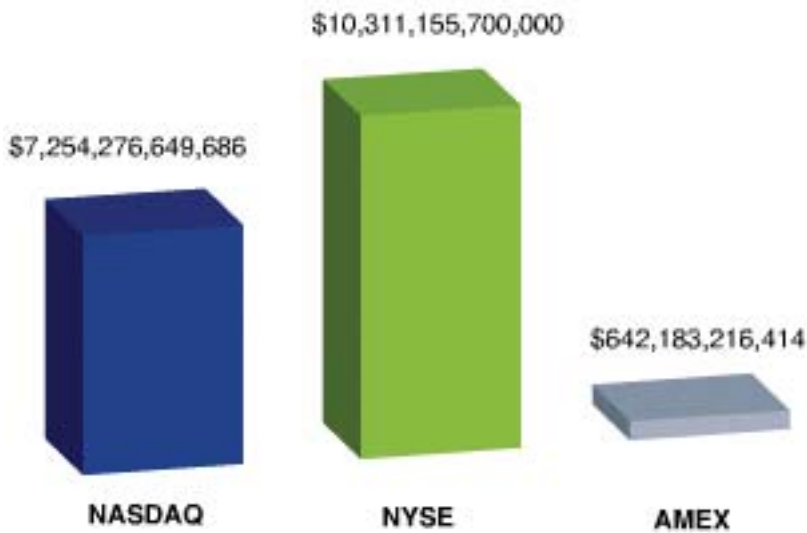
NASDAQ Economic Research, as of 12/2002

Market Performance

Dollar Volume by Market

Dollar Volume by Market - 2002

	NASDAQ	NYSE	AMEX
2002	\$7,254,276,649,686	\$10,311,155,700,00	\$642,183,216,414



NASDAQ Economic Research, as of 12/2002

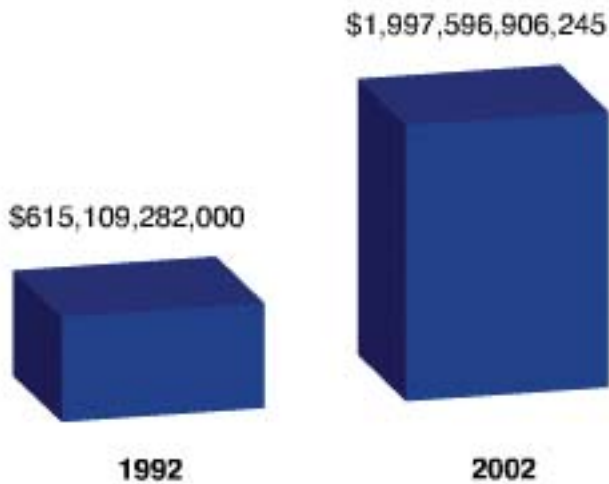
Market Performance

Market Capitalization

NASDAQ's market capitalization more than quadrupled over the last 10 years, from \$508 billion in

NASDAQ Market Capitalization

1992	2002	Difference
\$615,109,282,000	\$1,997,596,906,245	225%



NASDAQ Economic Research, as of 12/2002

Market Performance

Composite Index Value

1991 to \$2.9 trillion in 2001—a 470% increase.

- The NASDAQ Composite increased 24% in the past five years and 233% in the last 10 years.
- The NASDAQ Composite set two records on January 3, 2001: Single day

	Closing Value		Indexed to 1971	
	NASDAQ	NYSE	NASDAQ	NYSE
71	114.1	56.4	100.0	100.0
72	133.7	64.5	117.2	114.3
73	92.2	51.8	80.8	91.8
74	59.8	36.1	52.4	64.0
75	77.6	47.6	68.0	84.4
76	97.9	57.9	85.8	102.6
77	105.1	52.5	92.1	93.0
78	118.0	53.6	103.4	95.0
79	151.1	62.0	132.4	109.8
80	202.3	77.9	177.3	138.0
81	195.8	71.1	171.6	126.0
82	232.4	81.0	203.7	143.6
83	278.6	95.2	244.1	168.7
84	247.4	96.4	216.7	170.8
85	324.9	121.6	284.7	215.5
86	348.8	138.6	305.7	245.6
87	330.5	138.2	289.6	245.0
88	381.4	156.3	334.2	276.9
89	454.8	195.0	398.5	345.6
90	373.8	180.5	327.6	319.8
91	586.3	229.4	513.8	406.6
92	677.0	240.2	593.2	425.7
93	776.8	259.1	680.7	459.1
94	752.0	250.9	658.9	444.7
95	1,052.1	329.5	922.0	583.9
96	1,291.0	392.3	1,131.3	695.2
97	1,570.4	511.2	1,376.1	905.9
98	2,192.7	595.8	1,921.4	1,055.8
99	4,069.3	650.3	3,565.8	1,152.4
00	2,470.5	656.9	2,164.8	1,164.0
01	1,950.4	589.8	1,709.1	1,045.2
02	1,335.5	472.9	1,170.3	838.0

Market Performance

Composite Index Value



NASDAQ Economic Research, as of 12/2002

Market Performance

Research Analyst Coverage by Market

point increase of 324.83 and single day percent increase of 14.17%.

- NASDAQ companies attract more research coverage, on average, and greater sponsorship.
- NASDAQ's decentralized market structure generates competition among market makers. That competition results in greater visibility among market participants and increased trading activity, which provides incentive to deliver

Float Category (\$Mns)	NASDAQ	
	National Market	NYSE
\$100 to \$250	4	4
\$250 to \$500	6	5
\$500 to \$1,000	8	6
\$1,000 to \$5,000	12	10
\$5,000 to \$50,000	21	16
Greater than \$50,000	25	21

Average Number of Research Analysts by Market



Market Performance

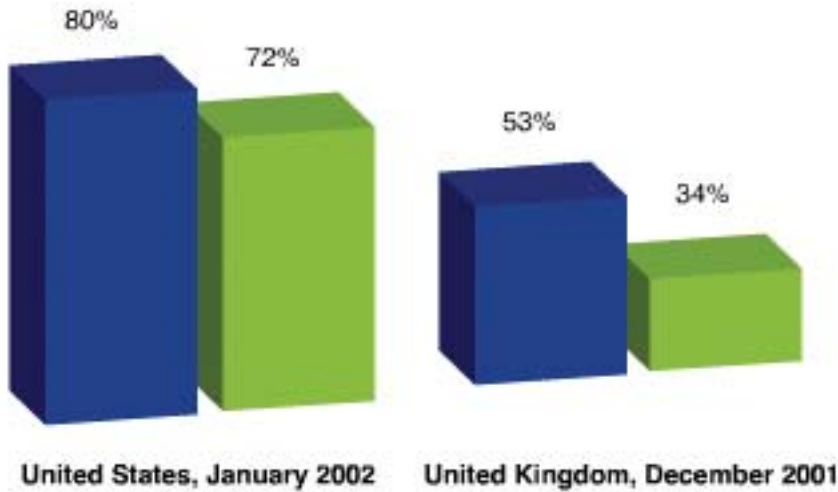
Market Recognition Comparison

research coverage. Sponsorship helps attract more investor interest.

- NASDAQ is the most recognized market in the U.S.
- NASDAQ consistently receives significantly more media coverage and more favorable mentions in international press.

Investor Unaided Market Awareness

	NASDAQ	NYSE
United States, January 2002	80%	72%
United Kingdom, December 2001	53%	34%





Market Performance

Leading Stock Market

- NASDAQ is building liquidity and investor opportunity on three continents.

NASDAQ Beats Competition and Investors Win

Starting in 2001, the Securities and Exchange Commission (SEC) mandated that uniform trade statistics be reported by all market centers. The latest numbers are in, and analysis of the data obtained from third-party data provider, Market Systems Inc., clearly demonstrates that NASDAQ delivers far superior execution quality compared to other markets. How is this a win for investors?

Faster Execution Speed

NASDAQ's unmatched speed means there is less trading uncertainty—less likelihood of the market moving away from an investor's price.

Superior Quoted Spreads

Tighter spreads between bid and ask prices on NASDAQ mean better prices, benefiting investors and traders alike who are accessing liquidity.

Lower Transaction Costs

Investors enjoy lower effective spreads on NASDAQ. Lower effective spreads lead to lower trading costs, which means investors can put more toward their investments rather than covering a wide spread.

The information in this document is based on October 2002 SEC Rule 11Ac1-5 statistics for comparable NASDAQ- and NYSE-listed securities in the S&P 500 Index, companies 101-500 in the S&P 500 Index, and the S&P 400 MidCap Index.

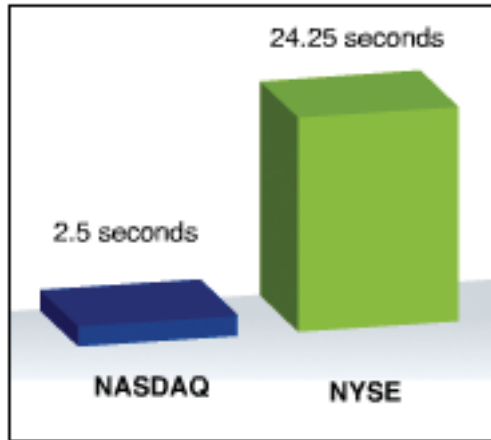
The statistical analysis was produced by the Market Systems Inc. (MSI) Web site. MSI is a third-party vendor that compiles 11Ac1-5 execution quality statistics; NASDAQ subscribes to their service.

Market Performance

Leading Stock Market

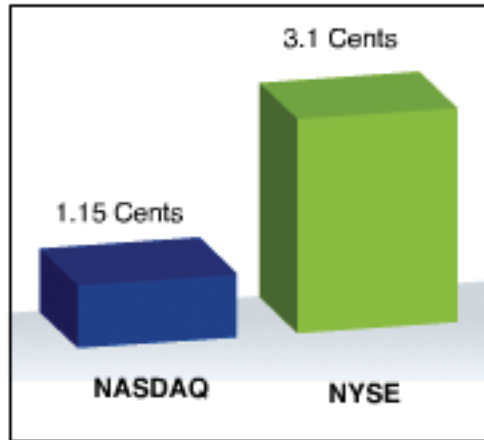
S&P 500 Stocks Trade Better on NASDAQ*

*NASDAQ and NYSE Average Quoted Spread for 500 Companies.
All Marketable Order, All Order Sizes



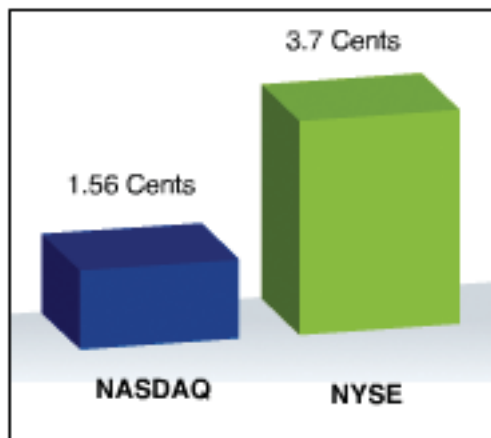
Faster Trades

NASDAQ	NYSE
NASDAQ executes in an average of 2.5 seconds	NASDAQ is 9.7 times faster than the NYSE



Tighter Spreads

NASDAQ
NASDAQ is 62% better than the NYSE



Lower Costs

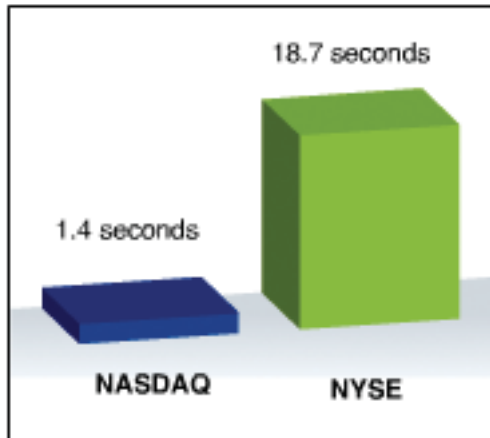
NASDAQ
NASDAQ is 56% better than the NYSE

Market Performance

Leading Stock Market

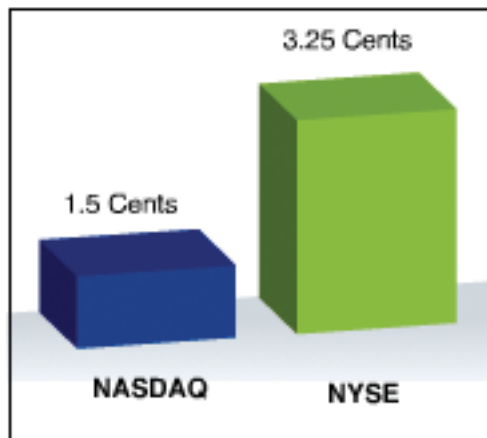
Companies 101-500 of the S&P 500 Trade Better on NASDAQ**

**NASDAQ and NYSE Average Quoted Spread for S&P 101-500 Companies.
All Marketable Order, All Order Sizes



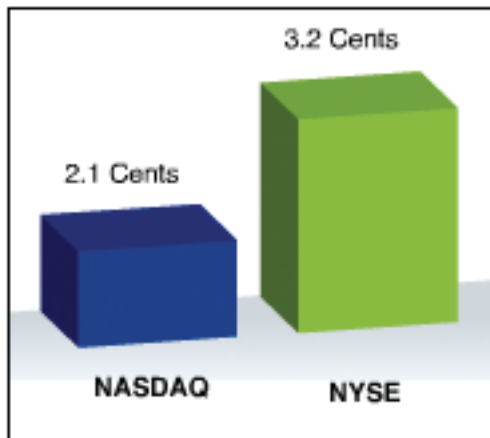
Faster Trades

NASDAQ	NYSE
NASDAQ executes in an average of 1.4 seconds	NASDAQ is 13.4 times faster than the NYSE



Tighter Spreads

NASDAQ
NASDAQ is 55% better than the NYSE



Lower Costs

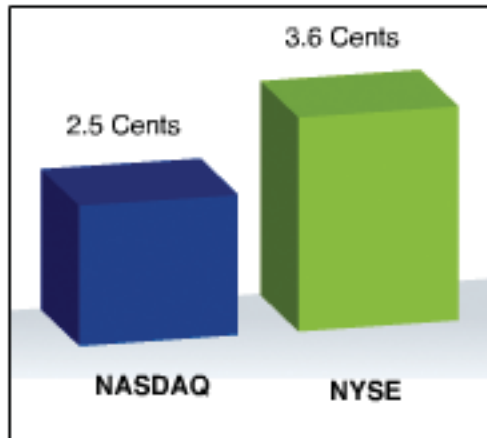
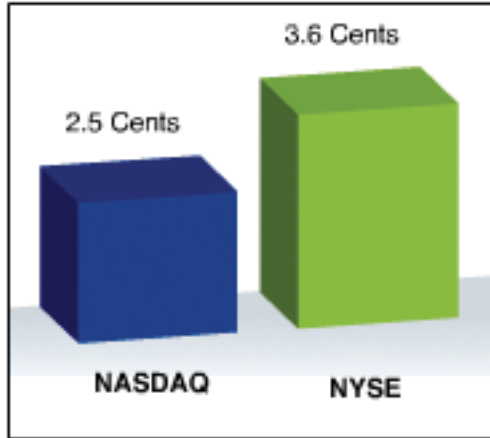
NASDAQ
NASDAQ is 37% better than the NYSE

Market Performance

Leading Stock Market

S&P 400 MidCaps Stocks Trade Better on NASDAQ***

***NASDAQ and NYSE Average Quoted Spread for S&P 400 Companies.
All Marketable Order, All Order Sizes

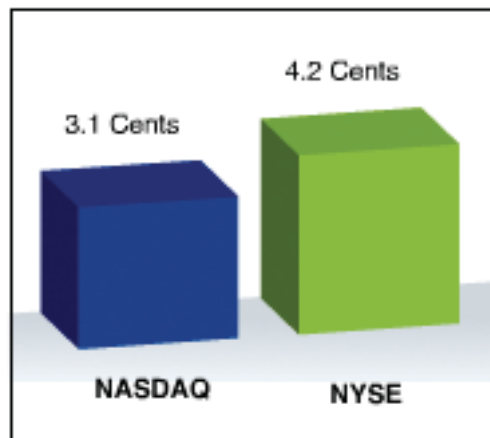


Tighter Spreads

NASDAQ
NASDAQ is 32% better than the NYSE

Tighter Spreads

NASDAQ
NASDAQ is 32% better than the NYSE



Lower Costs

NASDAQ
NASDAQ is 26% better than the NYSE