



Participant Notice

Ref: PN17/04

Dated: 24th October 2017

From: Participant Services

Subject: Proposed amendments to the Rule Book and Participant Manual

This Notice summarises a number of changes that Cboe Europe (“Cboe”) is proposing to make to the Rule Book and Participant Manual. These changes will implement elements of the revised Markets in Financial Instruments Directive and will, subject to any amendments made following this consultation, will be effective from Tuesday 2nd January 2018.

Marked up versions of the amended Rule Book and Participant Manual are attached to this Notice and will also be made available on the Cboe website at the following link:
<http://markets.cboe.com/europe/equities/regulation/>.

Summaries of the changes are provided in the tables below.

Participants are invited to comment on the proposed changes by Friday 24 November 2017. Any queries about the proposed changes should be addressed to Participant Services at ParticipantServicesEurope@bats.com or +44 (0) 20 7012 8927.

Rule Book: summary of amendments between RIE version 11 and RIE version 12

Page	Amendment
Cover	Change of date, change of version number.
Pages 4 to 12	New definitions for Direct Electronic Access, Direct Market Access, Exceptional Circumstances, Liquid Market, MiFIR, Order Routing Facility, Order to Trade Ratio, Sponsored Access and updated definitions for Large in Scale Transaction and MiFID.
Page 12	Additional text requiring Participants to certify that algorithms have been tested and setting out how they must do so.
Page 14	Change of section name from “Sponsored Access” to “Direct Electronic Access”. Additional text.
Page 15	Additional text setting out transaction reporting requirement for non-MiFID firms.
Page 16	Additional text setting out additional requirements for new Liquidity Provider Program 3.
Page 17	Additional text setting out imposition of Order to Trade ratio and requirement to include capacity, relevant party and direct electronic access information on Orders.



Pages 22-24	Revised text for Rules on Negotiated Transactions.
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Participant Manual: summary of amendments between RIE version 28 and RIE version 29

Page	Amendment
Cover	Change of date, change of version number.
Page 10	Additional text stating that details of Cboe's compliance with RTS 10 can be found in the Connectivity Manual.
Pages 13 to 14	New section detailing the Maximum Order to Trade Ratio Policy.
Pages 14 to 18	Additional text providing detail of Liquidity Provider Program 3 and clarifying that Cboe will temporarily release LPs from their obligations during Exceptional Market Conditions.
Page 24	Additional text stating that Participants wishing to cancel more than 100 Negotiated Transactions and which are unable to do so electronically will be subject to a fixed penalty.
Page 28	Removal of text that allowed for off-tick limit process in Cboe Dark Books.
Pages 29 to 30	Update to text describing behaviour of iceberg orders.
Page 32	Deletion of text describing DRT routing strategy.
Pages 33 to 35	Updates to text describing Exchange Trade Reports.
Pages 34 to 35	Additional text explaining Cboe's approach to the Double Volume Cap.