



Regulatory Circular RG06-83

To: Members, Member Firms, and Order Providers  
From: Trading Operations  
Date: August 2, 2006  
Re: Participation Entitlements Applicable to Crossing Orders in Open Outcry (Updated)

In accordance with Exchange Rule 6.74(d), the Index Options Procedure Committee has determined to set the crossing participation entitlement parameters applicable to the EEM option class at 40% (after satisfying public customer orders) for open outcry facilitations and solicitations of eligible orders of 50 contracts or more. The Index Options Procedure Committee has also determined for any index, ETF or HOLDRS options class not specifically identified below to set the crossing participation entitlement parameters at 20% (after satisfying public customer orders) for open outcry facilitations only (and not solicitations) of eligible order of 50 contracts or more.

In light of these changes, an update of the applicable crossing participation entitlement parameters previous announced in Regulatory Circular RG06-77 follows:

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Under Exchange Rule 6.74(d), for each class that the appropriate procedure committee determines to apply a crossing participation entitlement, the committee also determines: (i) whether the crossing entitlement applies to facilitations (i.e., a cross of a public customer order with a facilitation order of the firm from which the customer order originated) and/or solicitations; (ii) the eligible size for an order that may be subject to the crossing entitlement, which may not be less than 50 contracts; and (iii) a crossing entitlement percentage of either 20% or 40% (after satisfying all public customer orders that were on the limit order book and represented in the trading crowd at the time the market was established). In accordance with this rule, the Equity and Index Options Procedure Committees have determined the following:

- For the classes listed below, a Floor Broker is entitled to a crossing participation entitlement of 40% (after satisfying public customer orders) for open outcry facilitations and solicitations of eligible orders of 50 contracts or more:

ALL EQUITY OPTION CLASSES &

BBH	HHH	IGV	IWV	IYY
BDH	IAH	IWC	IWW	LQD
DVY	IBB	IWP	IWZ	MDY
EFA	IDU	IWR	IYE	OIH
EEM	IEF	IWS	IYH	ONEQ

OOO	RTH	SWH	WMH	XLK
PPH	SHY	TLT	XLB	XLP
RKH	SMH	TTH	XLE	XLU
RSP	SML	UTH	XLF	XLV

- For the classes listed below, a Floor Broker is entitled to a crossing participation entitlement of 40% (after satisfying public customer orders) for open outcry facilitations (and not solicitations) of eligible orders of 50 contracts or more:

DGT	IGW	IWM	RMN
DIA	IWB	IWN	SPY
IGN	IWD	IWO	XLI
IGU	IWF	OEF	XLY

- For the classes listed below, a Floor Broker is entitled to a crossing participation entitlement of 20% (after satisfying public customer orders) for open outcry facilitations (and not solicitations) of eligible orders of 50 contracts or more:

CYX	MUT	PVF	RPY
DJX	MVR	PVK	RUT
DTX	NDX	PVL	SPX
DUX	OEX	PVO	TNX
DXL	OIX	PVP	TXX
FVX	PFU	PVU	TYX
GOX	POQ	QQQQ	VIX
INX	POU	RLG	XEO
IRX	POY	RLV	XSP
MNX	PVC	RMC	

& ALL OTHER INDEX, ETF AND HOLDRS OPTIONS CLASSES

Members seeking further information as to the open outcry crossing procedures applicable when there is a participation entitlement should refer to paragraph (d) of CBOE Rule 6.74. Members seeking further information as to open outcry crossing procedures generally should refer to Rule 6.74 and Rule 6.9, *Solicited Transactions*, which are both available on CBOE's website at [www.cboe.com](http://www.cboe.com). For any other questions, please contact Jennifer Lamie at (312) 786-7576.

(Regulatory Circular RG06-77, Revised)