



400 S. La Salle
Chicago, IL 60605

Regulatory Circular RG08-136

To: Members
From: Trading Operations
Date: October 20, 2008
Re: Simple Auction Liaison (SAL) Size Increase in SPX

The CBOE is very pleased to announce an expansion of the SAL-eligible order size from 50 contracts to 250 contracts in SPX options, effective October 21, 2008. Note that orders in excess of the disseminated auto-quote size will not initiate an auction.

The SAL mechanism is a 150 millisecond auction that allows for electronic price improvement on eligible simple (non-complex) public customer marketable orders. The starting price for the auction is the BBO price. The auction increment is \$.05 below \$3.00 and \$.10 above \$3.00.

Order-flow providers wishing to cap the SAL size at less than 250 must e-mail the CBOE Help Desk at helpdesk@cboe.com with the desired size setting.

General questions regarding this change may be directed to Anthony Montesano at (312) 786-7365/montesan@cboe.com or the Help Desk at (866) 728-2263/helpdesk@cboe.com.