



To: Trading Permit Holders and Trading Permit Holder Organizations
 From: Registration Services
 Date: January 20, 2011
 Re: Market Maker Permit Sliding Fee Scale

Trading Permit Holders that would like to participate in the Market-Maker Trading Permit Sliding Scale as discussed below must complete the attached Election to Participate for 2011 Form ("Form") and return the Form to Registration Services, ATTN: Stan Leimer no later than Tuesday, January 25, 2011. The Form must be signed by an authorized signatory for the Trading Permit Holder and may be e-mailed to registration@cboe.com or faxed to (312) 786-8140.

Please direct any questions to Regina Millison at (312) 786-7452 or millison@cboe.com or to Stan Leimer at (312) 786-7299 or leimer@cboe.com.

Reprinted from Regulatory Circular RG11-001

A Trading Permit Holder may elect to participate in the Market-Maker Trading Permit Sliding Scale set forth below. The following sliding scale will be available for all Market-Maker Trading Permits held by affiliated Trading Permit Holders and TPH organizations that are used for appointments in any options classes other than SPX, VIX, OEX and XEO. Any Market-Maker Trading Permits used for these four classes, whether in whole or in part, are excluded from this sliding scale and will be priced at \$6,000/month. To qualify for the rates set forth in Tiers 1 and 2 in the sliding scale, the applicable Trading Permit Holder(s) and/or TPH organization(s) must commit to a specific tier that includes a minimum number of eligible Market-Maker Trading Permits for each calendar year. To do so, a Market-Maker Trading Permit Holder must notify the Registration Services Department by January 25th of each year (or the preceding business day if the 25th is not a business day) of the Tier of eligible Market-Maker Trading Permits committed to by that Market-Maker Trading Permit Holder for that year. Market-Makers are not obligated to commit to either tier. However, the discounts will apply only to those that do commit to Tier 1 or Tier 2 for the calendar year. Trading Permit Holders that are not eligible for and/or do not commit to Tier 1 or Tier 2 will pay the standard rate for each Market-Maker Trading Permit, regardless of the total number of Market-Maker Trading Permits used.

	From	To	Amount per Month per Permit
	1 permit	10 permits	\$6,000
Tier 1	11 permits	20 permits	\$4,800
Tier 2	21 or more permits		\$3,000

If a Trading Permit Holder chooses to commit to either Tier 1 or Tier 2, that Trading Permit Holder will be responsible for the minimum number of permits in the commitment tier for the remainder of the

calendar year. Even if a Trading Permit Holder does not maintain the minimum level of eligible Trading Permits in the tier, that Trading Permit Holder is still responsible for the minimum payment for that commitment tier for the remainder of the calendar year. For example, a Trading Permit Holder that commits to eleven eligible permits per month will be subject to a minimum monthly access fee of \$64,800 ($10 \times \$6,000$ plus $\$4,800 = \$64,800$) for that calendar year. Any additional Permits will increase the fee by the applicable amount.

Trading Permit Holders will be able to commit to a higher tier of the sliding scale for the remainder of a calendar year, during a commitment year, if the Trading Permit Holder obtains enough eligible Market-Maker Trading Permits and provides written notification to the Registration Services Department by the 25th day of the month preceding the month in which the higher tier will be effective (or the preceding business day if the 25th is not a business day). For example, a Trading Permit Holder may provide written notice to commit to Tier 1 effective July 1 for the remainder of the calendar year as long as the Trading Permit Holder obtains enough eligible Trading Permits and provides written notice by June 25th that the Trading Permit Holder would like to participate in the sliding scale starting in July for the remainder of that calendar year. Even if that Trading Permit Holder subsequently falls below the minimum number of eligible Market-Maker Trading Permits (in the committed calendar year), for the committed tier, the Trading Permit Holder will remain responsible for paying for the tier minimum for the remainder of the calendar year.

Trading Permit Holders will be responsible to pay for at least the minimum amount of eligible Market-Maker Trading Permits in the committed tier for the calendar year on a monthly basis unless the Trading Permit Holder entirely terminates as a Trading Permit Holder during the year. If a Trading Permit Holder combines, merges, or is acquired during the course of the calendar year, the surviving Trading Permit Holder will maintain responsibility for the committed number of eligible Market-Maker Trading Permits.

ELECTION TO PARTICIPATE FOR 2011
E-MAIL SIGNED FORM TO registration@cboe.com OR FAX TO 312-786-8140

Trading Permit Holder Information

Firm Name: _____ Date: _____

Address: _____
Street Address Suite/Unit #

City State Zip

Contact Name: _____
Last First M.I.

Phone: () E-mail Address: _____

Trading Permit Tier Election for 2011

Tier 1 Tier 2

Please Indicate by check mark the Tier Election ☐ ☐

Election and Signature

The Trading Permit Holder elects to participate in the Market-Maker Trading Permit Sliding Scale at the Tier level noted above. We understand that upon election we are responsible for the minimum number of permits in the commitment tier for the remainder of the calendar year.

Signature: _____ Date: _____