



Regulatory Circular RG12-036

To: Trading Permit Holders
From: Business Development
Date: February 29, 2012
Re: BSZ and BVZ matching algorithm update

Effective March 1, 2012 the matching algorithm for CBOE S&P 500 Binary Options (BSZ) and VIX Binary Options (BVZ) will be changed to eliminate the 50% market turner minimum priority overlay which was previously allocated to market participants that improve the CBOE BBO. The allocation algorithm for BSZ and BVZ will otherwise remain unchanged.

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.