

Regulatory Circular RG12-166

Date: December 4, 2012

To: Trading Permit Holders

From: Business Development Division

RE: All-Or-None (AON) Orders in Open Outcry

In Regulatory Circulars RG12-097 and RG12-116, CBOE announced that it would no longer accept All-Or-None (AON) orders (subject to two limited exceptions) in any class of options traded on the Exchange. However, this Regulatory Circular confirms that AON orders are permitted to be received, represented and executed for any class in open outcry. The procedures for entering the open outcry AON order instructions are described below.

Floor Brokers are reminded that phone orders received with the AON requirement must be “systematized” for COATS purposes by entering the appropriate terms of the order via the Floor Broker Workstation (FBW) or other CBOE-approved terminal. Because the AON order functionality has been disabled for electronic processing, orders entered with the “AON” contingency will be rejected by CBOE systems. Therefore, brokers routing the order for open outcry representation should reflect the AON instruction by entering the order with a contingency of “MIN” (minimum quantity) and a MIN quantity equal to the total quantity of the order. For example, if the order is to buy 1000 contracts with an AON contingency, the broker may enter the order with a contingency of “MIN 1000” (i.e., the MIN quantity of 1000 equals the total order quantity of 1000).

IMPORTANT: CBOE Rules do not currently permit use of the MIN contingency for any purpose other than the open outcry AON scenario identified above. Thus, brokers are not permitted to enter orders with a MIN contingency if the MIN quantity is less than the total order quantity.

Additional Information:

Questions regarding the mechanics of FBW functionality may be directed to the CBOE Help Desk at 866-728-2263 or helpdesk@cboe.com. Questions regarding regulatory and COATS requirements may be directed to 312-786-8141 or reginterps@cboe.com.