



EXECUTE SUCCESS™

Regulatory Circular RG16-017

Date: January 20, 2016

To: Trading Permit Holders

From: Business Development and Systems Divisions

RE: Product-Level Quote Cancels and Quote Bandwidth

The Chicago Board Options Exchange, Incorporated ("CBOE" or "Exchange") currently enforces bandwidth maximum allowances that limit the number of quote packets (call rate) as well as the overall number of quotes (quote rate) that can be sent by a TPH in a given time interval. Product/series-level and class-level quote cancels are not currently counted towards these bandwidth limits.

Beginning April 18, 2016, CBOE will commence rollout of a systems modification to count any individual or blocks of individual products/series quote cancel messages towards the maximum quote message allowances. Class-level quote cancel messages will not be counted towards the maximum quote message allowances. The rollout is expected to be completed no later than April 22, 2016.

In conjunction with the above change, effective April 18, 2016, CBOE will increase the quote call rate and quote rate bandwidth allowance for all CBOE Market Maker Trading Permits, and for all quoting and order entry bandwidth packets, by just over 13%. This change does not impact order entry bandwidth allowances.

Additional Information

For additional information, please contact the CBOE API Group at 312-786-7300 or api@cboe.com.

For additional information regarding operational matters, please contact the CBOE Help Desk at helpdesk@cboe.com or 866-728-2263.