

Regulatory Circular RG16-059

Date: March 23, 2016

To: Trading Permit Holders
From: Finance and Administration
RE: FTSE Russell Index Options Fees

This circular explains updates to the Fees Schedule for Chicago Board Options Exchange, Inc. ("CBOE" or the "Exchange") for options on FTSE 100 Mini-Index (UKXM) and FTSE China 50 Mini-Index (FXTM).

This circular also announces extension of the transaction, surcharge, floor brokerage and CFLEX surcharge fees waiver for RUI, RLV and RLG.

Subject to SEC review, the following changes will be effective March 29, 2016.

Underlying Symbol List A

UKXM and FXTM will be added to Underlying Symbol List A¹.

As a result of being added to Underlying Symbol List A, UKXM and FXTM will be included in the CBOE Proprietary Products Sliding Scale and excluded from the Liquidity Provider Sliding Scale, the Clearing Trading Permit Holder Fee Cap and the facilitation orders waiver. UKXM and FXTM will continue to be included in the calculation of the qualifying volume for the rebate of Floor Broker Trading Permit fees.

Transaction Fees

Clearing Trading Permit Holder Proprietary (origin codes "F" and "L") transaction fees will be \$0.25 per contract for manual, electronic and AIM transactions, subject to the CBOE Proprietary Products Sliding Scale.

CBOE Market-Maker (origin code "M") will be \$0.20 per contract.

Transaction fees for Customer ("C") are \$0.18 per contract, with regular transaction fees only charged on the first 5,000 contracts for orders that qualify for the Customer Large Trade Discount.

Transaction fees for Broker-Dealer ("B"), Non-Trading Permit Holder Market Maker ("N"), Professional/Voluntary Professional ("W") and Joint Back-Office ("J") are \$0.25 per contract for manual/AIM transactions and \$0.65 per contract for non-AIM electronic transactions.

Transaction fees for all origins for UKXM and FXTM will be waived through September 30, 2016.

-1-

¹ Underlying Symbol List A effective March 29, 2016 will consist of OEX, XEO, RUT, RUI, RLV, RLG, UKXM, FXTM, SPX (including SPXW), SPXpm, SRO, VIX, Volatility Indexes and binary options.

Surcharge Fee

The Index License Surcharge Fee on UKXM and FXTM will be \$0.10 per contract. UKXM and FXTM Customer ("C") contracts are exempt from the surcharge fee.

The Surcharge Fee for UKXM and FXTM will be waived through September 30, 2016.

Floor Brokerage Fees

Floor Brokerage Fees for UKXM and FXTM will be \$0.04 per contract for non-crossed orders and \$0.02 per contract for crossed orders.

Floor Brokerage Fees for UKXM and FXTM will be waived through September 30, 2016.

CFLEX Surcharge Fee

The CFEX Surcharge Fee will be \$0.10 per contract for all UKXM and FXTM orders executed electronically on CFLEX, capped at \$250 per trade (i.e. the first 2,500 contracts per trade).

The CFLEX Surcharge Fee for UKXM and FXTM will be waived through September 30, 2016.

Volume Incentive Plan (VIP)

UKXM and FXTM volume will be excluded from VIP thresholds.

Marketing Fee

The Marketing Fee will not be assessed on transactions in either UKXM or FXTM.

Order Router Subsidy Program (ORS) and Complex Order Router Subsidy Program (CORS)

UKXM and FXTM executed contracts will not be eligible for payment in either the ORS or CORS programs.

Designated Primary Market-Maker ("DPM") Compensation Plan

DPMs appointed for an entire month in either UKXM or FXTM will receive a payment of \$5,000 per class per month through December 31, 2016.

Trading Floor Location

The Trading Floor Location will be Post 3 and Station 4.

Extension of fee waivers for RUI, RLV and RLG

Transaction fees for all origins for RUI, RLV and RLG will be waived through September 30, 2016.

The Surcharge Fee for RUI, RLV and RLG will be waived through September 30, 2016.

Floor Brokerage Fees for RUI, RLV and RLG will be waived through September 30, 2016.

The CFLEX Surcharge Fee for RUI, RLV and RLG will be waived through September 30, 2016.

CBOE Fees Schedule

<http://www.cboe.com/publish/feeschedule/CBOEFeeSchedule.pdf>

Additional Information

Questions may be directed to Don Patton at (312) 786-7026 or patton@cboe.com, or John Mavindidze at (312) 786-7689 or mavindidze@cboe.com.