

CBOE Regulatory Circular RG16-134
C2 Regulatory Circular RG16-048**Date:** August 10, 2016**To:** CBOE and C2 Trading Permit Holders and Vendors**From:** Market Services Department**RE:** Wednesday-Expiring Weekly Options in SPY

Chicago Board Options Exchange, Incorporated (CBOE) and C2 Options Exchange (C2) plan to file to trade Weekly¹ options on the SPDR S&P 500 ETF Trust (SPY) which expire on Wednesdays (SPY Wednesday-expiring Weekly options). Subject to rule filing effectiveness, CBOE and C2 anticipate listing for trading SPY Wednesday-expiring Weekly options on August 16, 2016.

Trading Hours

- Regular Trading Hours currently in place for the existing SPY options will be followed.

Ticker Symbol

- SPY Wednesday-expiring Weeklys series will be available for trading under option symbol SPY.

Expiration and Final Trading Day

- SPY Wednesday-expiring Weekly options will be PM-settled.
- The expiration date (usually a Wednesday) will be identified explicitly in the expiration date of the product. If the Wednesday of the week in which the options expire coincides with an Exchange holiday, the expiration date will be on the preceding Tuesday. The expiration date for each series is also the last trading day.
- SPY Wednesday-expiring Weeklys may expire on any Wednesday of the month, other than a Wednesday that coincides with a Quarterly Option Series (QOS) expiration date.
- Expirations for SPY Wednesday-expiring Weekly options will generally be listed on a Tuesday and up to 5 expirations may be listed at any given time.

Other Operational Items

- The Complex Order Auction (COA) and Complex Order Book (COB) will support eligible orders for any combination of SPY option series, including those with expirations on Wednesdays, Fridays and QOS expirations.
- On CBOE, the continuous electronic quoting obligation requires a Market-Maker to maintain continuous electronic quotes in 60% of the series of its appointed class that have a time to expiration of less than nine months for 90% of the time when the Market-Maker is quoting in that class. On C2, during trading hours, the continuous electronic quoting obligation requires a Market-Maker to maintain continuous electronic quotes in 60% of the series of its appointed class that have a time to expiration of less than nine months for 90% of the time. Market-Makers who provide electronic quotes in SPY options are reminded that the additional SPY Wednesday-expiring Weekly options may impact the number of series the Market-Maker is required to electronically quote to meet its continuous quoting obligations.

¹ The term "Weeklys" generally refers to series within an option class that may expire on any Friday other than the third Friday of the month. SPY Wednesday-expiring Weeklys will be listed under the Short Term Option Series Program, which is set forth in Rule 5.5(d).

Additional Information

Please contact Market Services at marketservices@cboe.com and (312) 786-7950.