

## CBOE Regulatory Circular RG17-092

**Date:** June 27, 2017

**To:** Trading Permit Holders

**From:** Finance and Administration

**RE:** July 2017 Fees Schedule Changes

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This circular explains updates to the Fees Schedule for Chicago Board Options Exchange, Incorporated ("CBOE" or the "Exchange"), subject to SEC review.

### Extended Trading Hours ("ETH") - Trading Permit Fees

Currently the Exchange is waiving all ETH trading permit and bandwidth packet fees for one of each type of trading permit and one of each type of bandwidth packet, per affiliated Trading Permit Holder, through June 30, 2017. The Exchange is extending the waiver period through December 31, 2017.

Following that, CBOE intends to assess the following charges:

- ETH Market-Maker Trading Permits - \$1,000/month
- ETH Electronic Access Trading Permits - \$500/month
- ETH Quoting and Order Entry Bandwidth Packet - \$500/month
- ETH Order Entry Only Bandwidth Packet - \$250/month

### Extended Trading Hours - CBOE Command Connectivity Fees

Currently the Exchange is waiving fees for CMI/Fix Login IDs associated with waived ETH trading permits and/or waived ETH bandwidth packets through June 30, 2017. The Exchange is extending the waiver for CMI/Fix Login IDs associated with waived ETH trading permits and/or waived ETH bandwidth packets through December 31, 2017. Following that, CBOE intends to assess a CMI/Fix ETH login fee of \$500/month/login.

### VIX and Volatility Surcharge

The Exchange is extending the waiver period for the VIX surcharge for origin code F and L for VIX transactions where the VIX Premium is less than or equal to \$0.10 and the related series has an expiration of seven (7) calendar days or less through December 31, 2017.

### Transaction Fees for RLG, RLV, RUI, AWDE, FTEM, FXTM and UKXM

Currently, the Exchange is waiving all transaction fees for RLG, RLV, RUI, AWDE, FTEM, FXTM and UKXM through June 30, 2017. The Exchange is extending the waiver period through December 31, 2017.

### DPM Appointments in AWDE, FTEM, FXTM and UKXM

The DPM(s) appointed for an entire month in either AWDE, FTEM, FXTM or UKXM will receive a payment of \$7,500 per month through December 31, 2017. The payment is currently through June 30, 2017.

### FLEX Asian & Cliquet FLEX Trader Incentive Program

The FLEX Asian & Cliquet FLEX Trader Incentive Program provides monthly payments to FLEX Traders that trade orders with origin codes other than "C" against customer ("C" origin code) orders for FLEX Broad-Based Index Options with Asian or Cliquet style settlement ("Exotics"). A compensation pool equal to the lesser of 20% of customer exchange fees from Exotics (collected from customer orders traded against orders with origin codes other than "C") or \$50,000 will be available each month. A FLEX Trader will be entitled to a pro-rata share of this pool based on customer order fees collected from customer orders traded against that FLEX Trader's orders with origin codes other than "C" in Exotics each month. Currently, this

program shall be in place until June 30, 2017 or until total average daily volume in Exotics exceeds 15,000 contracts for three consecutive months, whichever comes first. The Exchange is amending the Fee Schedule to provide that this program shall be in place until December 31, 2017 or until total average daily volume in Exotics exceeds 15,000 contracts for three consecutive months, whichever comes first. At the time the FLEX Asian & Cliquet FLEX Trader Incentive Program ends, the Exchange will submit a rule filing removing the program from the fee schedule and notice shall be given via regulatory circular.

#### Volume Incentive Program (VIP)

Professional Customer and Voluntary Professional (“W” origin code), Broker-Dealer (“B” origin code) and Joint Back-Office (“J” origin code) orders that are executed electronically on the Exchange in all underlying symbols excluding Underlying Symbol List A, DJX, MXEA, MXEF, MNX, NDX, XSP, and XSPAM will count towards the qualifying volume thresholds. Rebates will continue to be paid on customer contracts only.

#### RVX DPM Subsidy

On July 3, 2017, the Exchange will introduce a subsidy of \$8,500 per month for the DPM appointed for an entire month in RVX through December 31, 2017.

#### Livevol Core X (LVCX)

The Exchange currently assesses a fee of \$100 per month per login ID for Livevol application fees. The Exchange is introducing a tiered billing structure for Livevol application fees based on the number of login IDs as shown in the table below.

Livevol Core X (LVCX)		Fee Per Login ID Per Month
Application Fees by Number of Login IDs	0 - 10	\$100
	11 - 30	\$75
	31 - 100	\$50
	101 - 200	\$40
	201 - 500	\$30
	501 - 1,000	\$20
	> 1,000	\$15

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#### CBOE Fees Schedule

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

#### Additional Information

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