



Cboe Options Regulatory Circular RG18-043

Date: November 02, 2018

To: Trading Permit Holders

From: Regulatory Division

RE: New Report Cards Hosted on FINRA Report Center

As part of a regulatory services agreement between Cboe Exchange, Inc. ("Cboe Options") and Financial Industry Regulatory Authority, Inc. ("FINRA"), the FINRA Report Center hosts certain Cboe Options reports that are available to Trading Permit Holders ("TPHs"). Beginning **November 5, 2018**, the following reports will be added to the Report Center:

- Cash Price Complex Order Report: This report identifies open outcry executions of cash price complex orders that do not appear to be in compliance with Cboe Rule 6.41.01 or 24.8.01, as applicable. These rules provide that when a customer submits to a TPH for open outcry handling a complex order with a total cash price (a "total price order") and the total number of contracts for each leg, if pricing the legs for execution would result in a difference between the total execution price and the total order price, the TPH must resolve the difference in a manner that provides price improvement to the customer (i.e., the broker must determine leg prices that correspond to a total purchase (sale) price that is less (greater) than the total order price). For additional information on Cash Price Complex Orders, see, e.g., Cboe Options Rules 6.41.01 and 24.8.01, and Regulatory Circular [RG15-113](#). See also Cboe Options Rule 4.22 & Interpretation .01 regarding misrepresentations or omissions in reports to the Exchange. Cash Price Complex Order report cards will run on a T+2 basis.
- Post-Trade CTM Customer Origin Code Change Report: This report identifies orders executed electronically and in open-outcry, including FLEX orders, where a TPH executed an order with a customer origin code ("C") and subsequently changed it to a non-customer origin code via the Cboe Trade Match System ("CTM"). For additional information on CTM adjustments, see, e.g., Cboe Options Rule 6.67, and Regulatory Circulars [RG17-083](#) and [RG17-175](#). For information on order origin codes, see Cboe Options Regulatory Circular [RG13-038](#) and [RG14-112](#). Other applicable rules include Cboe Options Rule 4.22 & Interpretation .01 regarding misrepresentations or omissions in reports to the Exchange, Cboe Options 6.45.01-.06 regarding priority and Cboe Options Rule 6.51.01-.03 regarding reporting duties. Post-Trade Customer Origin Code Change report cards will run on a T+3 basis.
- Post-Trade OCC Adjustment Clearing Range Change Report: This report identifies orders executed electronically and in open-outcry, including FLEX orders, where a TPH executed an order on the Exchange with an origin code that was reported for clearance to The Options

Clearing Corporation (“OCC”) in a given clearing range (i.e., Clearing Firm (“F”), Customer (“C”) or Market-Maker (“M”)) and subsequently changed to another OCC clearing range through an adjustment submitted to OCC. For information on order origin codes, see Cboe Options Regulatory Circular [RG13-038](#) and [RG12-153](#). Applicable rules include Cboe Options Rule 4.2 regarding adherence to Exchange and OCC rules, Cboe Options Rule 4.6 regarding false statements and Cboe Options Rule 4.22 & Interpretation .01 regarding misrepresentations or omissions in reports to the Exchange or the OCC. Post-Trade Clearing Code Changes via OCC Adjustment report cards will run on a T+5 basis.

As a reminder, any exceptions identified in the report card data resulting from activity in contravention of Cboe Options Rules may result in disciplinary action; however, the existence or non-existence of an exception in this data does not necessarily reflect a determination by Cboe that such a violation has occurred or has not occurred.

Additional Information

For questions regarding the report cards, please email WBSHelp@cboe.com. Any additional questions regarding this circular may be directed to Regulatory Interpretations at RegInterps@cboe.com or (312) 786-8141.