



LaSalle at Van Buren
Chicago, Illinois 60605
312 786-5600

Regulatory Circular RG99-208

Date: November 9, 1999

To: All Members and Member Organizations

From: Trading Operation Department

Re: Fee for Paper Market Maker Trade Input

Over the past 18 months, use of market maker terminals, both CBOE and Non-CBOE units, has grown to exceed 90% of all market maker trades. The automation of trade submission at CBOE is unparalleled in the options industry, of which the membership should be proud. In order to address those market makers who have chosen not to utilize either CBOE or non-CBOE terminals, a \$0.35 paper ticket fee has been approved by Floor Directors, the Clearing Procedure and Financial Planning Committees, and the Securities and Exchange Commission ("SEC").

Effective January 24, 2000, any Market Maker that fails to submit at least 85% of all in-person trades via a market maker terminal device in any month will be assessed an additional fee of \$0.35 per trade submitted via paper.

Any market maker interested in using a CBOE MMT device should contact Lisa Morano at 786-7319 or the MMT support staff at 786-8830. Please direct any other questions regarding this memo to Charlie Hullihan at 786-7176 or Hugh O'Neill at 786-7952.