



Updates to Opening Process For Non-Index Multilist Options

Reference ID: C2019121800

Overview

Applicable Cboe Exchanges: Cboe Options, C2 Options, EDGX Options

Effective January 16, 2020 for the EDGX Options Exchange (“EDGX”) and **January 17, 2020** for the Cboe Options (“C1”) and C2 Options (“C2”) Exchanges, Cboe will update the opening process for non-index multilist products, *pending regulatory approval*.

Technical Details

Currently, non-index multilist products open after a 3-second delay following the initial print of a round-lot trade by the primary listing exchange in the underlying security. On the effective date, the opening trigger requirement will be updated and the delay time will be reduced to 1 second.

On the effective date(s) the System will initiate the opening rotation upon the earlier of the following conditions:

- Receipt of 1) the opening two-sided quote (Bid/Ask) and 2) the opening trade from the primary listing exchange (the “opening triggers”), after 9:30 a.m. ET
- Receipt of one of the opening triggers from the primary listing exchange after 9:30 a.m. ET, followed by the passage of a 1-minute timer

Receipt of the opening two-sided quote or the opening trade from the primary listing exchange starts a 1-minute timer followed by a 1-second delay before the system opens the option class. The opening two-sided quote must include *either* the Opening Quote (quote condition ‘O’) *or* the Regular Quote (quote condition ‘R’). An odd lot trade will not qualify as an opening trigger.

If a second trigger is received during the 1-minute delay period, the delay period will end, and then the System will immediately transition to the 1-second delay and then open the option class. If both triggers are received simultaneously, the System will not apply the 1-minute timer, but will immediately apply the 1-second delay and then open the option class.

Testing Opportunities

This new functionality will be available for testing in the C1, C2, and EDGX certification environments from December 23, 2019.

Additional Information

For additional information, see the [US Options Opening Process Specification](#).

Please contact the Cboe Trade Desk for support or with any questions.

We appreciate your business and remain committed to powering your potential with Cboe products, technologies, and solutions.

Cboe Trade Desk

913.815.7001

tradedesk@cboe.com