



Clearing Member Give Up Authorization for Cboe EDGX Options Exchange

Reference ID: C2020010901

Overview

Applicable Cboe Exchange: Cboe EDGX

On January 2, 2020, Cboe EDGX Exchange ("Cboe EDGX" or "Exchange") submitted a rule filing to the Securities and Exchange Commission ("SEC") to amend its rule governing the process in which a Member "gives up" or selects the Clearing Member ("CM") responsible for the clearance of an Exchange transaction ([SR-CboeEDGX-2020-001](#)). Pursuant to Cboe EDGX Rule 21.12, and subject to regulatory review, a new procedure will be in place when a CM intends to restrict usage of its clearing number on trades executed by another Member ("give up").

Details

Effective January 13, 2020, a CM intending to restrict the give up for one or more of its clearing numbers must "Opt-In" by submitting a completed [Clearing Trading Permit Holder/Member Restriction Form](#) ("Restriction Form") to membershipservices@cboe.com. The restriction of a clearing number will be in place 90 days after receipt of the Restriction Form by the Exchange (the "effective date") and will be enforced until the CM notifies the Exchange otherwise. Members giving up a newly-restricted clearing number will be informed by the Exchange in writing of the restriction as soon as practicable following receipt of the Restriction Form. As of the effective date, a Member may give up a restricted clearing number only if the CM identifies that Member on the Restriction Form as authorized to give up that number. The CM name, restricted clearing number(s), and authorized contact information for opted-in CMs will be published by the Exchange on the CMs Restricted OCC Numbers page on the Exchange's website [here](#) as notification to other Members of the restriction(s). CMs that do not Opt-In to restrict their clearing numbers will be subject to having their clearing number given up by any Member.

As a reminder, Market-Makers will only be able to give up their respective Guarantors. A Guarantor of a Member, including Market-Makers, will automatically be enabled for that Member without any further action from the Guarantor or Member (i.e., a CM does not need to fill out an Authorization Form for any Member for which it is already a Guarantor).

In addition, as of January 13, 2020, a CM may no longer submit a request to reject a trade on which its name was given up by another Member.

Additional Information

Questions regarding this topic may be directed to the Membership Services Department and the Cboe Market Structure group. Regulatory questions may be directed to the Regulatory Interpretations and Guidance team.

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

Membership Services Department

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Cboe Market Structure

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Cboe Regulatory Interpretations and Guidance

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