Cboe Exchange Short Sale Circuit Breaker
Order Handling Scenarios

(SE: Short Sale Exempt – S: Short Sale – CB: Circuit Breaker)

Circuit breaker IS NOT in effect

Order:		Liquidity at Cboe?		Possible Results:
1. SE: Routable		No Cboe liquidity at Price.		1. Route to proper venue if liquidity exists (refer to SEC FAQ 5.3/5.4). 2. If not executed away, cancel if IOC. 3. If not IOC and not executed away and Price > NBB, order will book at Cboe.
2. SE: Non-Routable		No Cboe liquidity at Price.		1. Cancel if IOC. 2. If not IOC and Price > NBB, order will book at Cboe. 3. If not IOC, Price ≤ NBB, and price-sliding is enabled, order will book at Cboe subject to NMS price sliding; otherwise cancel.
3. SE: Routable or Non-Routable		Yes, Cboe liquidity exists at Price.		1. Execute at Cboe (Members responsible for improper marking violations). 2. If order not completely filled, refer to scenario 1 or 2 above.
4. S: Routable or Non-Routable		Same result for yes and no.		1. Exact same as today.

Circuit breaker IS in effect

Order:		Liquidity at Cboe?		Possible Results:
5. SE: Routable		No Cboe liquidity at Price.		1. Route to proper venue if liquidity exists (refer to SEC FAQ 5.3/5.4). 2. If not executed away, cancel if IOC. 3. If not IOC and not executed away and Price > NBB, order will book at Cboe.
6. SE: Non-Routable		No Cboe liquidity at Price.		1. Cancel if IOC. 2. If not IOC and Price > NBB, order will book at Cboe. 3. If not IOC, Price ≤ NBB, and price-sliding is enabled, order will book at Cboe subject to NMS price sliding; otherwise cancel.
7. SE: Routable or Non-Routable		Yes, Cboe liquidity exists at Price.		1. Execute at Cboe (Members responsible for improper marking violations). 2. If order not completely filled, refer to scenario 5 or 6 above.
8. S: Routable or Non-Routable		No Cboe liquidity at Price.		*Cboe will <u>not route</u> orders marked Short (not exempt) when CB is in effect except when necessary to perform Post to Away routing.* 1. Cancel if IOC. 2. If not IOC and Price > NBB, will book at Cboe. 3. If not IOC, Price ≤ NBB, and price-sliding is enabled, order will

				book at Cboe subject to short sale price sliding; otherwise cancel.
9. S: Routable or Non-Routable		Yes, Cboe liquidity exists at Price.		*Cboe will <u>not route</u> orders marked Short (not exempt) when CB is in effect except when necessary to perform Post to Away routing.* 1. If Price > NBB, will execute against hidden at Cboe. 2. If Price ≤ NBB, cancel if IOC. 3. If not IOC and Price ≤ NBB, and price-sliding is enabled, order will book at Cboe subject to short sale price sliding; otherwise cancel.
10. Non-displayed		Same result for yes and no.		*Cboe will <u>not route</u> orders marked Short (not exempt) when CB is in effect excepty when necessary to perform Post to Away routing.* 1. Same as displayed except that a resting non-displayed short (not exempt) order will cancel or slide upon locking or crossing the NBB.