



Changes to the Short Term Options Series (STOS) Program

Reference ID: C2021062501

Overview

Applicable Cboe Exchange: BZX Options, Cboe Options, C2 Options, EDGX Options

Effective July 1, 2021, BZX Options, Cboe Options, C2 Options, and EDGX Options exchanges will limit the intervals between strikes initiated for multiply listed equity options classes, excluding ETFs and ETNs, within the Short Term Options Series program having an expiration date more than 21 days from the listing date.

The closing share price on the primary market on the last day of the calendar quarter (i.e. Q2 2021) and average daily option volume from the calendar quarter will dictate the strike granularity tier for the option class in the upcoming quarter (i.e. Q3 2021). Note that, average daily option volume will be based on Customer cleared OCC volume and calculated on the second trading day of the new calendar quarter (i.e. Q3 2021). For options listed on the first trading day of a new calendar quarter, average daily option volume will be calculated using the calendar quarter prior to the last trading calendar quarter (i.e. Q1 2021).

A list of classes and their respective tiers will be posted on the [website](#) on July 1, 2021 and on the first business day of the quarter going forward. The chart below displays the strike limitation tiers for Short Term Options Series with expiration dates more than 21 days out.

Tier	Average Daily Volume	Share Price				
		Less than \$25	\$25 to less than \$75	\$75 to less than \$150	\$150 to less than \$500	\$500 or greater
1	Greater than 5,000	\$0.50	\$1.00	\$1.00	\$5.00	\$5.00
2	Greater than 1,000 to 5,000	\$1.00	\$1.00	\$1.00	\$5.00	\$10.00
3	0 to 1,000	\$2.50	\$5.00	\$5.00	\$5.00	\$10.00

Additional Information

For additional information on the strike interval limitation program, please refer to BZX Options Rule 19.6.05(f), Cboe Options Rule 4.5(d)(6), C2 Options Rule 4.5(d)(6), and EDGX Options Rule 19.6.05(f). Please contact the Cboe Operations Support Center (“OSC”) with any questions.

We appreciate your business. Our trading community inspires and drives our mission of defining markets.

Cboe Operations Support Center

866.728.2263

osc@cboe.com