



Regulatory Circular 24-009

Date: June 5, 2024

Exchanges: Cboe Options, C2 Options, BZX Options, and EDGX Options

Markets: Options

To: Trading Permit Holders and Members

Re: June 2024 Options Disclosure Document Update

Cboe Options, C2 Options, BZX Options, and EDGX Options (collectively the “Cboe Exchanges”) are issuing this regulatory circular to notify Trading Permit Holders and Members that on June 3, 2024, The Options Clearing Corporation (“OCC”) posted a new version of the options disclosure document titled *Characteristics and Risks of Standardized Options* (also known as the “ODD”). The new version of the ODD (referred to as the “June 2024 ODD”) contains new language to update the following:

- list of options markets to include MEMX, LLC; and
- settlement information to reflect T+1 settlement.

The June 2024 ODD is now eligible for distribution. The June 2024 ODD and a one-page June 2024 Supplement, as well as information on electronic delivery and print copies, may be viewed [here](https://www.theocc.com) on the OCC website (<https://www.theocc.com>). The June 2024 ODD supersedes and replaces the prior ODD and supplements, and consequently, **prior versions of the ODD, including the March 2023 ODD and all prior versions, should no longer be distributed.**

Because of the limited number of changes made to the March 2023 ODD, firms may deliver the one-page June 2024 Supplement to customers who previously received the March 2023 ODD.¹ Any others should receive the full June 2024 ODD. Firms should consult with their compliance and legal teams to determine the appropriate distribution to customers.

The June 2024 ODD or June 2024 Supplement must be distributed to customers in accordance with the rules of your firm’s Designated Options Examining Authority (“DOEA”) regarding delivery of the ODD.²

¹As announced by OCC, use of the June 2024 Supplement is intended to be a one-time event because of the limited number of changes made to the March 2023 ODD and the expectation that the June 2024 ODD will require update within one year.

²For broker-dealers who are members of more than one SRO, the rules pertaining to the delivery of the current ODD are generally subject to the Options-Related Sales Practice Matters 17d-2 Agreement, which contains information about the assignment of DOEAs. Generally, a firm’s DOEA is (i) FINRA (if the firm is a FINRA member), or (ii) the Designated Examining Authority (“DEA”) pursuant to Rule 17d-1 (if the firm is not a FINRA member). For additional information, see, e.g., [Release No 34-96100](#). Note that, of the four Cboe Exchanges, currently only Cboe Options is a DEA. Note that other SROs of which a broker-dealer is a member may have additional requirements. For broker-dealers that are members of only one SRO, the rules pertaining to the delivery of the current ODD of that SRO would apply to that member, as applicable.

For additional information, please see, as applicable, paragraph (a) of Cboe Options and C2 Options Rule 9.9, *Delivery of Current Options Disclosure Documents*, and paragraph (a) of BZX and EDGX Rule 26.10, *Delivery of Current Options Disclosure Documents and Prospectus*. The applicable Rulebooks are available [here](#).

Additional Information

For more information on the June 2024 ODD and June 2024 Supplement, please see OCC Information Memos [#54619](#), [#54646](#) and [#54666](#) on the OCC website.

Any questions regarding this Regulatory Circular may be referred to Regulatory Interpretations at RegInterps@cboe.com or 312.786.8141.