



400 S. La Salle
Chicago, IL 60605

Regulatory Circular RG07-96

To: Members, Member Firms and Member Organizations
From: Trading Operations
Date: September 20, 2007
Re: RVX and VXN - System Settings

On September 27, 2007, CBOE plans to begin trading options on the CBOE NASDAQ-100 Volatility Index (VXN) and the CBOE Russell 2000 Volatility Index (RVX).

Group One has been appointed as the DPM for both these products.

System settings for RVX and VXN will be as follows

- Trading will take place on the Hybrid 2.0 trading platform.
- RMMs will be permitted.
- Seat cost will be .25.
- Trades executed electronically will be allocated in UMA fashion with Public Customer and DPM Participation Entitlements (trades executed in open outcry will be allocated pursuant to Rule 6.45B(b)).
- C, F, B, M and N orders will be eligible for auto-ex. The interval for the entry of M and N orders will be 0 seconds.
- C, F, B, M and N orders will be eligible for booking.
- Book trigger timer (N-second joining period) will be inactive.
- Quote-to-Quote Lock timer will be set to 1 second.
- AIM will be available with a penny auction increment.
- COB and COA will be available with a penny auction increment.
- HAL will not be available.
- Preferred Market Maker will not be available.

Please go to <http://www.cboe.com/micro/volatility/introduction.aspx> for further details. Please contact Greg Burkhardt at 312-786-7531 or the Help Desk at 1-312-786-7086 or 8749 with any questions.