CBOE
CHICAGO BOARD OPTIONS EXCHANGE

To: Trading Permit Holders
From: Trading Operations
Date: August 17, 2010
Re: Exchange Routing Fee for Customer Orders of 1,000 or More Contracts

Effective Monday, August 23, 2010, CBOE will assess a routing fee of $0.35/contract for any portion of an original customer order (origin code "C") of 1,000 contracts or greater that is executed, in part or in full, at another options exchange using the CBOE linkage mechanism. This fee will apply in all multiply-listed options classes and will be in addition to any customary CBOE execution charges that may be applicable to the customer order.

Example: CBOE receives a customer order of 1,000 contracts in class ABC when CBOE is not on the national best bid or offer (NBBO) but two other exchanges are, one with available size of 20 contracts and the other with available size of 480 contracts. CBOE commences a HAL auction, in which 250 contracts are executed, and executes an additional 20 contracts at one away exchange and 480 at the other, booking the remainder of 250 contracts at CBOE. CBOE will assess the $0.35/contract routing fee on the 500 contracts executed away from CBOE.

Please direct any questions to Anthony Montesano at (312) 786-7365 or montesan@cboe.com or to Mike Trees at (312) 786-8408 or treesm@cboe.com.