



Cboe Options to Automatically Identify Reversal, Conversion, and Jelly Roll Strategies via StrategyID Field

Reference ID: C2021080200

Overview

Applicable Cboe Exchanges: Cboe Options

Effective August 17, 2021, Cboe Options Exchange (“C1”) will automatically identify three strategies that are fee cap eligible, eliminating the need to manually identify these strategies to realize fee benefits. Conversions, reversals, and jelly rolls will automatically be identified in the *StrategyID* field (FIX Tag 22002) if there is no strategy ID marked. If *StrategyID* is marked, it will not be overwritten.

Technical Details

On the effective date, the following three strategies will be automatically identified in the *StrategyID* field. The detected strategy IDs will not be returned on order acknowledgement messages. Order acknowledgement messages will reflect the *StrategyID* value entered by the TPH.

1. Conversion: a strategy established by combining a long position in the underlying security with a long put and a short call position that shares the same strike and expiration.
2. Reversal: a strategy established by combining a short security position with a short put and a long call position that shares the same strike and expiration.
3. Jelly Roll: a strategy created by entering into two separate positions simultaneously; one position involves buying a put and selling a call with the same strike price and expiration and the second position involves selling a put and buying a call, with the same strike price, but with a different expiration from the first position.

Note that for conversion and reversal strategies to be properly identified, both the options and stock portions of the strategy must be sent to the Exchange as a package.

Testing Opportunities

This functionality will be available to test in the C1 certification environment on August 3, 2021.

Additional Information

For more information, please refer to the following technical specifications:

- [C1 Fee Schedule](#)
- [US Options BOE Specification](#)
- [US Options FIX Specification](#)

Please contact the Cboe Trade Desk for support or with any questions.

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