



Cboe Options Exchange SPESG RTH LMM Solicitation

Reference ID: C2025072106

OVERVIEW

Applicable Cboe Exchanges: Cboe Options

Cboe Options (the “Exchange”) will accept applications from interested Trading Permit Holders for the Lead Market-Maker (LMM) role in the Regular Trading Hours (RTH) session for SPESG options (Symbol: SPESG) for the purposes of the SPESG LMM Incentive Program (“Program”). Interested parties must submit application materials to become the SPESG RTH LMM no later than 4:00 p.m. ET on Friday, July 25, 2025, to Cboe Membership Services.

TECHNICAL DETAILS

The Exchange intends to select one candidate to serve as the SPESG RTH LMM from **August 1, 2025 through January 31, 2026** taking into consideration various factors including those set forth in [Cboe Options Rule 3.55](#).

As any Market-Maker, an LMM appointed to the Program has a regulatory obligation to maintain continuous two-sided quotes in 60% of the series with 270 days or less to expiration in its appointed products for at least 90% of the time it is quoting during all trading sessions (to be measured across all its class appointments collectively) and must satisfy all other Market-Maker obligations as set forth in Cboe Options Rule 5.51.

The SPESG RTH LMM Incentive Program, set forth within the Cboe Options Fees Schedule, provides that SPESG RTH LMMs meeting or exceeding the following LMM heightened quoting standards in a month will receive a compensation payment for that month in the amount of \$5,000 (subject to change and announced by Exchange Notice/Fees Schedule, *subject to regulatory review*). To receive the monthly payments, 60% of the series must have a qualifying post-opening-rotation quote from the LMM 90% of the time in a given month during Regular Trading Hours. Cboe Options notes that meeting or exceeding the LMM heightened quoting standards to receive a compensation payment as described above is optional for SPESG LMMs. The Exchange may consider other exceptions to this quoting standard based on demonstrated legal or regulatory requirements or other mitigating circumstances. A “qualifying” quote is one that is no wider than the amount set forth in the table below, and such quotes will qualify only after the series is open (i.e., pre-opening quotes do not count):

Premium Level	Expiring		Near Term		Mid Term		Long Term	
	7 days or less		8 days to 60 days		61 days to 270 days		271 days or Greater	
	Width	Size	Width	Size	Width	Size	Width	Size
\$0.00-\$5.00	\$0.50	10	\$0.40	15	\$0.60	10	\$1.00	5
\$5.01-\$15.00	\$2.00	5	\$1.60	10	\$2.40	10	\$4.00	5
\$15.01-\$50.00	\$5.00	5	\$4.00	10	\$6.00	5	\$10.00	5
\$50.01-\$100.00	\$10.00	1	\$8.00	5	\$12.00	5	\$20.00	1
\$100.01-\$200.00	\$20.00	1	\$16.00	1	\$24.00	1	\$40.00	1
Greater Than \$200.00	\$30.00	1	\$24.00	1	\$36.00	1	\$60.00	1

The Exchange will also offer a SPESG Volume Incentive Payment for each calendar month during which the Program is in place. If the appointed LMM provides continuous electronic quotes during RTH meeting or exceeding the above heightened quoting standards in at least 60% of SPESG series 90% of the time in a given month, then the LMM will receive, in addition to the compensation payment described above, a payment corresponding to the level of average daily volume (ADV) provided by the LMM in SPESG options for that month as set forth in the table below. The SPESG Volume Incentive Pool payment will be reflected and paid on the invoice for the following calendar month.

SPESG Options ADV	Monthly SPESG ADV Payment
0 - 999 contracts	\$0
1,000 - 4,999 contracts	\$10,000
5,000 - 10,000 contracts	\$20,000
> 10,000 contracts	\$25,000

In calculating whether an LMM meets the heightened quoting standard, each month the Exchange will exclude from the calculation any business days in which the LMM missed the heightened quoting standard in the highest number of series.

As pre-open quotes do not count towards the heightened quoting standard, the LMM should be aware that the system will not allow a series to open unless the composite market (i.e., the BBO comprised of appointed Market-Maker quotes in SPESG) is no wider than the MCW/OCW widths defined in Cboe Options Rule 5.31(a) and presented in the below table, unless there are no orders to trade or limit orders crossing the mid-point of the composite market:

Composite Market Bid Price	Max Composite Width
0.00 - 1.99	0.50
2.00 - 5.00	0.80
5.01 - 10.00	1.00
10.01 - 20.00	2.00
20.01 - 50.00	3.00
50.01 - 100.00	5.00
100.01 - 200.00	8.00
Greater than \$200.00	12.00

Interested parties must submit application materials to become the SPESG RTH LMM no later than 4:00 p.m. ET on Friday, July 25, 2025 to Cboe Membership Services. The application link can be found [here](#). Please contact Cboe Membership Services at membershipservices@cboe.com with any application questions.

ADDITIONAL INFORMATION

Questions regarding this topic may be directed to the Cboe Market Structure and Functionality group. Operational questions may be directed to Cboe Operations Support Center. Regulatory questions may be directed to the Cboe Regulatory Interpretations and Guidance team.

We appreciate your business. Our trading community inspires and drives our purpose of building trusted markets.

Cboe Market Structure and Functionality

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Cboe Operations Support Center

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Cboe Regulatory Interpretations and Guidance

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