



TRADER E-NEWS

Information Circular IC12-009

February 10, 2012

CFE UPDATES

Two New Product Launches

- ▶ On Tuesday, February 21, 2012, CBOE Futures Exchange will list security futures on the CBOE Brazil ETF Volatility Index (ticker symbol: VXEWZ, futures symbol: VXEW) and on the CBOE Oil ETF Volatility Index (ticker symbol: OVX, futures symbol: OV). See CFE Information Circular IC12-013 for details.

Change in Contract Multiplier

- ▶ CFE has submitted a rule certification to change the contract multiplier for all security futures on individual stock-based and ETF-based volatility indexes from \$1,000 to \$100. The change will become effective on Tuesday, February 21, 2012. CFE Regulatory Circular RG12-012 provides an overview.

Margin Requirements Modified

- ▶ Effective on Tuesday, February 7, CFE decreased the outright margin requirements on VIX futures (VX) and Mini-CBOE VIX futures (VM). The margin requirements for Weekly Options on VM also were modified. Refer to CFE Regulatory Circular RG12-013 for more information.
- ▶ These circulars can be found on the legal and regulatory page of the CFE website (<http://cfe.cboe.com/aboutcfe/rules.aspx>).



This past Monday night, CBOE received the "Most Innovative Options Exchange Technology" award at the Wall Street Letter Institutional Trading Awards ceremony in New York City. Accepting the award on behalf of CBOE were (l to r) Adam Kelly, Roberta Piwnicki and Mark Novak.

CBOE HOLDINGS ANNOUNCES QUARTERLY DIVIDEND; REPORTS 4Q AND YEAR END 2011 FINANCIAL RESULTS

- ▶ This week, CBOE Holdings Board of Directors announced a quarterly cash dividend of \$0.12 per share, payable March 23, 2012 to stockholders of record at the close of business on March 2, 2012.
- ▶ Yesterday, CBOE Holdings reported 4Q and year end 2011 financial results. For the fourth quarter, adjusted operating revenues rose 6% to \$120.2M and adjusted operating income rose by 14% over 4Q 2010 to 56.4M. Adjusted diluted earnings per share rose 19% to \$0.37 in 4Q 2011. Adjusted net income allocated to common stockholders totaled \$33.2M, an increase of 10% from 4Q 2010.
- ▶ For 2011, CBOE Holdings reported record revenue, earnings and operating margins. Adjusted operating revenues gained 17% to 508.1M and adjusted operating income increased by 40% over 2010 to 245.7M. Adjusted diluted earnings per share rose 47% to \$1.60 in 2011. Adjusted net income allocated to common stockholders during 2011 totaled \$143.7M, up 38% from 2010. For additional information, go to <http://ir.cboe.com/>.
- ▶ A reconciliation of our non-GAAP results to GAAP results is included in the press release (<http://ir.cboe.com/releases.cfm>).
- ▶ We encourage your input on these and other exchange matters. Please feel free to contact us directly with your comments.

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