

# Trader E-News

## Information Circular IC13-020

February 22, 2013

### SPXpm Transaction Fees and Market-Maker Requirements

- Refer to CBOE [Regulatory Circular RG13-027](#) for information on the transaction fees and market-maker requirements for trading SPXpm options at CBOE. As a reminder, market-makers interested in submitting electronic quotes and responding to electronic auctions in SPXpm will be required to add SPXpm to their class appointments. The appointment cost for SPXpm is 1.0, requiring a full market-maker permit.

### London Hub Fee Waiver

- CBOE Futures Exchange will waive the application fee and annual Trading Privilege Holders (TPH) Permit fee for one TPH Permit through the end of 2013 for new TPHs that connect to the CFE communications hub in Slough, England.
- CFE issues two different types of TPH Permits. The Order Entry Trading Permit provides an order entry bandwidth allowance, up to three logins to CFE's trading system and TPH status. The Quoting and Order Entry Trading Permit provides a quoting and order entry bandwidth allowance, up to three logins to CFE's trading system and TPH status.
- See CFE [Information Circular IC13-006](#) or the [London Hub Microsite](#) for additional information.

### Rule Changes to Exposure Periods for Certain Trade Types at CFE

- CBOE Futures Exchange recently amended its rules for crossed trades and trades resulting from pre-execution discussions to 1) increase the order exposure time period from three seconds to five seconds; 2) eliminate the request for quote (RFQ) requirement and RFQ response period; and 3) make clear that the requirement under CFE Rule 512 that CFE Trading Privilege Holders exercise due diligence in the handling and execution of Customer orders is applicable in the context of crossing and pre-execution discussions. The changes are summarized in CFE [Regulatory Circular RG13-007](#).

### Other News & Notes

#### Risk Management Conference

- CBOE will host its 29<sup>th</sup> annual Risk Management Conference from Sunday, March 3 to Tuesday, March 5 in Carlsbad, California. For details, or to register, go to [www.cboermc.com](http://www.cboermc.com).

#### Exchange Awards

- On Thursday evening, CBOE Chairman and CEO Bill Brodsky was honored with a "Lifetime Achievement Award" at the Markets Choice Awards in New York.
- CBOE Command<sup>SM</sup> received the 2013 award for "Best Options Trading Platform – Exchange" at the second annual *Wall Street Letter* Institutional Trading Awards ceremony last week.



*Gerry O'Connell, CBOE Executive Vice President and CIO, accepts the award for CBOE Command at the February 13 ceremony in New York.*

We encourage your input on these and other exchange matters. Please feel free to contact us directly with your comments.

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