



400 S. La Salle  
Chicago, IL 60605

## Regulatory Circular RG00 -36

Date: February 29,2000

To: OBO & DPM Book Staff

From: Equity Floor Procedure Committee

RE: **Rerouting Live Ammo Orders for Electronic Execution (LA to RAES)**

The Securities and Exchange Commission approved the use of the LA to RAES function as of 2/4/00. Since that date, orders on the EBook Live Ammo Trading screen that are eligible for execution in RAES, can be re-routed from Ebook to be traded via electronic execution on the RAES wheel or, if Automated Book Priority is activated, against a book order.

Re-routing can be done order by order, selective orders per page, or page by page. Please refer to CBOE Regulatory Circular RG00-31 for additional information on Live Ammo to RAES functionality.

When the OBO or DPM believes there are more orders on the live ammo screen than can be expeditiously handled in open outcry, the OBO or DPM should employ the LA to RAES feature. However, if there is more than one page of Live Ammo orders, the Equity Floor Procedure Committee is requesting that the crowd be notified prior to re-routing the orders **on each page**. This announcement will allow the crowd time to verify that quotes have been updated prior to being assigned RAES trades.

It should also be noted that because RAES-eligible orders sent from live ammo to RAES will be executed immediately these orders may be executed prior to the execution of other orders on live ammo that are not RAES-eligible but which were entered prior to the RAES-eligible live ammo orders. The orders that remain on live ammo (or that are routed to the book from live ammo) will be able to be addressed more expeditiously by the DPM or OBO staff, however, since there will be fewer orders to address.

Questions concerning these procedures may be directed to John Johnston at 786-7303, or Anthony Montesano at 786-7365.