



Regulatory Circular RG11-092

To: Trading Permit Holders
From: Finance and Administration
Date: August 1, 2011
Re: Monthly Fee Assessed to Floor Broker Trading Permit Holders that Conduct a Certain Level of Activity in VIX Options.

CBOE currently assesses an additional fee of \$1,000 per month to any Floor Broker Trading Permit Holder (a) that executes more than 20,000 VIX contracts during the month and (b) whose aggregate VIX executed contracts during the month comprise more than 30% of the Floor Broker Trading Permit Holder's exchange-wide total executed contracts.

Subject to SEC review, effective August 1, 2011, this fee will be modified as follows:

- (1) The \$1,000 fee will be charged to Floor Broker Trading Permit Holders whose VIX executed contracts for the month exceed 20,000 contracts. The 30% standard will no longer be considered.
- (2) If a Trading Permit Holder or TPH organization has more than one Floor Broker Trading Permit that is utilized to execute VIX options transactions, the VIX activity of the Trading Permit Holder or TPH organization will be aggregated and, if in excess of 20,000 contracts/month, a single \$1,000 fee for the combined VIX executions through those Floor Broker Trading Permits will be assessed. Each of these trading permits will not be charged individually.
 - a. For example, TPH Organization A has three Floor Broker Trading Permits where Permit 1 executes 15,000 VIX contracts in a month, Permit 2 executes 1,000 VIX contracts in the same month and Permit 3 executes 5,000 VIX contracts in the same month. TPH Organization A will be assessed \$1,000 for that month.

Please direct any questions to John Mavindidze at (312) 786-7689 or mavindidze@cboe.com.