

Regulatory Circular RG16-089

Date: April 29, 2016

To: Trading Permit Holders

From: Finance and Administration

RE: May 2016 Fees Schedule Changes

This circular explains updates to the Fees Schedule for Chicago Board Options Exchange, Incorporated ("CBOE" or the "Exchange"), subject to SEC review.

Frequent Trader Volume Correction Form

Currently, for trades for which volume should have been allocated to one or more Frequent Trader ID ("FTID")s than were entered on the trade at the time of execution, an Executing Trading Permit Holder ("TPH") may submit the Frequent Trader Program – Volume Corrections Form within 3 business days of the transaction(s). For the month of April 2016, the Exchange will not enforce the 3 business day deadline for submission. As a result, Executing TPHs may submit Volume Corrections Forms for the entire month of April for all activity and FTIDs, provided the Forms are received by 5:00 PM CST Wednesday, May 4, 2016.

See Regulatory Circular [RG16-087](#). See also CBOE microsite <http://www.cboe.com/micro/ft/frequent-trader.aspx> for additional information on the Frequent Trader Program.

Appointed Affiliates

Currently, credits under the Affiliate Volume Program ("AVP") are only available to Market-Makers that have an Affiliate Order Flow Provider ("Affiliate" defined as having at least 75% common ownership between the two entities as reflected on each entity's Form BD, Schedule A). Effective May 2, 2016, the Exchange will expand the availability of AVP and allow a Market-Maker to designate an Order Flow Provider ("OFP") as an "Appointed OFP" and an OFP to designate a Market-Maker as an "Appointed Market-Maker" for purposes of being able to qualify for credits under AVP. A Market-Maker that has both an Affiliate OFP and Appointed OFP may only qualify based upon the volume of its Appointed OFP. Similarly, the volume of an OFP that has both an Affiliate Market-Maker and Appointed Market-Maker may only count towards qualifying the Appointed Market-Maker, not Affiliate Market-Maker.

Both the Appointed Market-Maker and the Appointed OFP must submit an Appointed Affiliate Form to the Exchange by 3:00 pm on the first business day of a month in order to be eligible to qualify for credits under AVP for that month. That designation will remain in effect until and unless either party notifies the Exchange otherwise. In no case may any TPH have more than one Appointed affiliation during any calendar month.

The Appointed Affiliate Form may be obtained by contacting the Registration Services Department at registration@cboe.com. Once completed, the form may be emailed as an attachment to registration@cboe.com.

CBOE Fees Schedule

<http://www.cboe.com/publish/feeschedule/CBOEFeeSchedule.pdf>

Additional Information

Questions may be directed to Jennifer Gillund at (312-786-7771) or gillundJ@cboe.com.