CBOE Regulatory Circular RG17-051

Date: April 4, 2017

To: Trading Permit Holders

From: Business Development Division

RE: Concurrent Quote and Bandwidth Updates

Updates Regulatory Circular IC16-060 and RG17-050

The Chicago Board Options Exchange, Incorporated ("CBOE" or "Exchange") is pleased to announce two updates to electronic quoting.
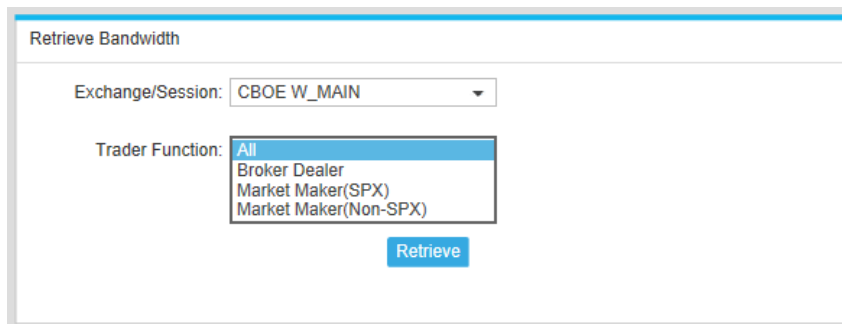
Concurrent Quotes

Currently, market makers are allowed to send 10 quote packets concurrently to the exchange between acknowledgements. That number will be increased to 20 concurrent packets. The change is targeted to be completed April 5, 2017 in Regular Trading Hours (RTH) and April 10, 2017 in Extended Trading Hours (ETH).

SPX/SPXW Quote Bandwidth

Effective April 24, 2017, CBOE will double the quote call rate and quote rate bandwidth allowance for each trading permit assigned to a CBOE Market Maker that has an appointment in SPX/SPXW in RTH or ETH. This change does not impact quoting and order entry bandwidth packets nor does it impact order entry bandwidth allowances.

For TPHs managing their quote bandwidth via the MAP system, please be aware that the Bandwidth Maintenance screen will be updated as illustrated below, giving the TPHs the ability to update bandwidth for SPX vs. non-SPX acronyms. On the date of implementation, additional unallocated bandwidth will be available to TPHs with SPX/SPXW-appointed acronyms. It will be the responsibility of the TPH to allocate this additional quote bandwidth.

Trading Permit Holders wishing to test this functionality in the Exchange's development environment may contact the CBOE API Group at 312-786-7300 or api@cboe.com for further information.

Additional Information

For additional information regarding operational matters, please contact the CBOE Help Desk at helpdesk@cboe.com or 866-728-2263.