

Date: May 31, 2012  
Re: Modified Opening Procedure  
Effective Date: June 18, 2012

### **Market Opening**

Effective date June 18, 2012 the opening parameters for all products on the Central Limit Order Book “CBOEdirect<sup>®</sup>” will be any quote up to \$5 wide.

At 8:30 am CST all OneChicago products move to an Opening Rotation state. Opening Rotation is the state in which a product is waiting for a two-side quote that is \$5 wide or less to open the product. When a quote of \$5 wide or less and a quantity equal to or greater than any *tradable* resting bid or ask, the product state will move to “Open” and the resting bid or offer will be filled at the market maker quote. For example:

Customer enters a bid prior to the market open, Buy 1 AK1C-Sept at 25.00.

At 8:30 AK1C-Sept moves to Opening Rotation state.

At 8:30:30 a Market Maker enters a quote of bid 19.00 and ask 24.00 with quantities of 5 on both sides.

The product will move to an Open state and the customer buy order will be filled at 24.00

If quotes entered during Opening Rotation are greater than \$5 wide or no quotes are entered, the market will remain in Opening Rotation.

If there is a buy order above the quoted ask or a sell order below the quoted bid with a quantity greater than the quoted size the product will remain in Opening Rotation until the size of the quote is increased or the order size is decreased. For example:

Customer enters an order to buy 50 AK1C-Sept at 25.00.

At 8:30 AK1C-Sept moves to Opening Rotation state

At 8:30:30 a Market Maker enters a quote of bid 19.00 and ask 24.00 with quantities of 10 on both sides.

The market will remain in Opening Rotation because the order size is greater than the quote size.

Any questions can be directed to [marketsurveillance@onechicago.com](mailto:marketsurveillance@onechicago.com) or 312.424.8530