



BOXSM
REGULATION

Regulatory Circular

RC-2017-11

TO: BOX Options Participants
FROM: BOX Regulation
SUBJECT: Customer Cross Orders, Qualified Contingent Cross Orders and Extended cNBBO – July 10, 2017 Implementation
DATE: June 28, 2017

On **July 10, 2017**, BOX Options Exchange (“BOX”) will implement the following changes:

Customer Cross Orders

The execution range for Customer Cross Orders will be expanded. A Customer Cross Order will now automatically execute if the execution price is at or between the best bid and offer on BOX, provided that it is not at the same price as a Public Customer Order on the BOX Book.

Customer Cross Orders continue to be available for both single-legged and multi-legged orders , and will be rejected if there is an ongoing auction (including PIP, COPIP, Facilitation and Solicitation auctions). Please note that multi-leg Customer Cross Orders may execute in one cent increments, regardless of the minimum increments otherwise applicable to the individual legs of the order. The requirement that the Customer Cross Order not trade through the NBBO will remain the same.

For more information see [SR-BOX-2017-10](#) and [IC-2017-11](#).

Qualified Contingent Cross Order

Qualified Contingent Cross Orders (“QCC Orders”) will now be available on BOX. A BOX QCC Order will be an originating order to buy or sell at least 1,000 contracts coupled with a contra-side order totaling an equal number of contracts, and identified as a qualified contingent trade.

QCC Orders are available for both single-legged and multi-legged orders, and will be rejected if there is an ongoing auction (including PIP, COPIP, Facilitation and Solicitation auctions). Please note that multi-leg QCC Orders may execute in one cent increments, regardless of the minimum increments otherwise applicable to the individual legs of the order

For more information see [SR-BOX-2017-14](#) and [IC-2017-15](#).

Extended cNBBO

The execution range for Complex Orders will be expanded. Complex Orders will now be able to execute equal to or better than the Extended cNBBO. The default Extended cNBBO Limit for all classes will be 5% of the cNBB or cNBO as applicable or \$0.05, whichever allows the greater chance of execution. The extended execution range will be applied to all classes trading on BOX.

For more information see [SR-BOX-2017-20](#) and [IC-2017-16](#).

Contact

Please review the information provided herein. If you have any questions regarding this information, please contact BOX Regulation at BOXMRC@BOXregulation.com.