



TO: BOX Options Participants
FROM: BOX Market Operations Center
SUBJECT: Fee Change – October 2014
DATE: September 26, 2014

Effective **October 1, 2014**, BOX Options Exchange (“BOX”) is making the following changes to the Fee Schedule.¹

Non-Auction Transactions in Select Symbols

The Exchange is establishing a new fee structure for Non-Auction Transactions in Select Symbols. These transactions will now be assessed a per contract fee (or credit) based upon two factors (i) the account type of the Participant submitting the order and if the Participant is a liquidity provider or liquidity taker; and (ii) the account type of the contra party and if the contra party is a liquidity provider or liquidity taker.

Non-Auction Transactions in Select Symbols will now be exempt from the Liquidity Fees and Credits outlined in Section II of the BOX Fee Schedule.

Select Symbols

The names listed below will be considered Select Symbols:

Penny Classes	Non-Penny Classes				
SPY	GPRO	RAD	VHC	PANW	HRB
AAPL	GTAT	MBLY	MPEL	NUGT	QEP
IWM	PCLN	CBS	SVXY	JD	OREX
YHOO	FEYE	SPLS	INVN	DG	SWKS
QQQ	GOOGL	RSX	ABBV	ESV	GLNG
EEM	HYG	QIHU	UA	RAX	IRM
BAC	SDRL	AVNR	LOCO	YELP	KERX
VXX	VNET	OIH	CMG	ACHN	SNSS
FB	GOOG	EPI	AZN	NPSP	KNDI
TWTR	HTZ	END	KORS	SPLK	GDP

The new fee structure will be as follows:

¹ Pending regulatory filing.

		Penny Pilot Classes		Non-Penny Pilot Classes	
Account Type	Contra Party	Maker Fee/Credit	Taker Fee/Credit	Maker Fee/Credit	Taker Fee/Credit
Public Customer	Public Customer	\$0.00	\$0.00	\$0.00	\$0.00
	Professional Customer/ Broker Dealer	(\$0.22)	\$0.55	(\$0.57)	\$0.94
	Market Maker	(\$0.22)	\$0.55	(\$0.57)	\$0.90
Professional Customer	Public Customer	\$0.59	(\$0.22)	\$0.90	(\$0.57)
	Professional Customer/ Broker Dealer	\$0.20	\$0.35	\$0.30	\$0.35
	Market Maker	\$0.20	\$0.15	\$0.30	\$0.05
Market Maker	Public Customer	\$0.51	(\$0.22)	\$0.85	(\$0.57)
	Professional Customer/ Broker Dealer	\$0.00	\$0.39	\$0.00	\$0.39
	Market Maker	\$0.10	\$0.29	\$0.10	\$0.29
Broker Dealer	Public Customer	\$0.59	(\$0.22)	\$0.90	(\$0.57)
	Professional Customer/ Broker Dealer	\$0.20	\$0.35	\$0.30	\$0.35
	Market Maker	\$0.20	\$0.05	\$0.30	\$0.05

Tiered Volume Rebate for Non-Auction Transactions in Select Symbols

Market Makers and Public Customers will also receive a per contract rebate for all non-auction transactions in Select Symbols. This rebate will be based on ADV considering all transactions executed on BOX by the Market Maker or Public Customer, respectively, as calculated at the end of each month. All Non-Auction transactions in Select Symbols for that month will receive the same per contract rebate according to the ADV achieved by the Market Maker or Public Customer, as provided in the respectively tables below:

Market Maker Monthly ADV	Per Contract Rebate
100,001 contracts and greater	(\$0.15)
60,001 contracts to 100,000 contracts	(\$0.10)
35,001 contracts to 60,000 contracts	(\$0.07)
10,001 contracts to 35,000 contracts	(\$0.03)
1 contract to 10,000 contracts	\$0.00

Public Customer Monthly ADV	Per Contract Credit
35,001 contracts and greater	(\$0.10)
15,001 contracts to 35,000 contracts	(\$0.06)
5,001 contracts to 15,000 contracts	(\$0.03)
1 contract to 5,000 contracts	\$0.00

Liquidity Fees and Credits

BOX is simplifying the categories for Liquidity Fees and Credits in PIP and COPIP Transactions. The Minimum Price Variation distinction will be removed and the categories will now only distinguish between Penny Pilot Classes and Non-Penny Pilot Classes.

Jumbo SPY

BOX is removing all references to Jumbo SPY from the Fee Schedule. Jumbo SPY Options were moved to closing only in June 2014 and any future transactions before the final expiration in January 2015 will be treated as a standard contract for purposes of the Fee Schedule. Please refer to [IC-2014-010](#) for more information.

Counterparty Account Type Reminder

As a reminder, beginning October 1, 2014, Participants will be able to receive the counterparty account type. Trade notices for Participants who elect to add this new field will then contain the account type (Public Customer, Professional Customer, Broker Dealer, Broker Dealer cleared as Customer, Market Maker, and Away Market Maker) of the counterparty for each trade. Please refer to [IC-2014-013](#) for more information.

The complete BOX fee schedule is available on the BOX website at http://boxexchange.com/assets/BOX_Fee_Schedule.pdf.

Contact

Please contact the Market Operations Center at (866) 768-8845 or by e-mail at BOXMOC@boxexchange.com, or Patty Schuler at (312) 444-6337 or patty.schuler@boxexchange.com should you require additional information.