



Informational Circular

IC-2014-016

TO: BOX Options Participants
FROM: BOX Market Operations Center
SUBJECT: Fee Change – November 2014
DATE: October 29, 2014

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

Non-Auction Transactions

The Exchange is adopting the current Select Symbol fee structure for all Non-Auction Transactions, regardless of symbol. Non-Auction Transactions will now be assessed a per contract fee (or credit) based upon three factors: (i) the account type of the Participant submitting the order; (ii) whether the Participant is a liquidity provider or liquidity taker; and (iii) the account type of the contra party.

Accordingly, all Non-Auction Transactions will be exempt from the Liquidity Fees and Credits outlined in Section II of the BOX Fee Schedule.

The fees for Non-Auction Transactions will be as follows:

Account Type	Contra Party	Penny Pilot Classes		Non-Penny Pilot Classes	
		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)	(\$0.22)	(\$0.57)	(\$0.57)
	Market Maker	(\$0.22)	(\$0.22)	(\$0.57)	(\$0.57)
Professional Customer or Broker Dealer	Public Customer	\$0.55	\$0.59	\$0.90	\$0.94
	Professional Customer/ Broker Dealer	\$0.20	\$0.35	\$0.30	\$0.35
	Market Maker	\$0.20	\$0.39	\$0.30	\$0.39
Market	Public Customer	\$0.51	\$0.55	\$0.85	\$0.90

¹ Pending regulatory filing.

Maker	Professional Customer/ Broker Dealer	\$0.00	\$0.05	\$0.00	\$0.10
	Market Maker	\$0.10	\$0.29	\$0.10	\$0.29

Tiered Volume Rebate for Non-Auction Transactions

Market Makers and Public Customers will receive a per contract rebate 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 for that month will receive the same per contract rebate according to the ADV achieved by the Market Maker or Public Customer, respectively, as provided in the tables below.

Non-Auction Transactions where a Public Customer order interacts with another Public Customer order will be exempt from the per contract rebate listed below. These transactions will still count toward the Public Customer's monthly ADV.

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 Rebate
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

Auction Transactions

The Exchange is discontinuing use of the Tiered Fee Schedule for Market Makers based upon Monthly Average Daily Volume. Market Makers will now be assessed \$0.20 per contract for all PIP Orders, COPIP Orders, or Agency Orders.

Liquidity Fees and Credits

With all Non-Auction Transactions now exempt from Liquidity Fees and Credits the Exchange is removing this subsection from Section II.

Transactions which occur on the opening or re-opening of trading and are deemed neither to "add" nor "remove" liquidity; and are exempt from Liquidity Fees and Credits. These transactions will now be subject to the following fees:

Account Type	Fee per contract
Public Customer	\$0.00
Professional Customer or Broker Dealer	\$0.20
Market Maker	\$0.12

Outbound Eligible Orders routed to an Away Exchange as defined in Rule 15000 Series remain subject to the fees outlined in Section IV. Eligible Order Routed to an Away Exchange.

Complete Fee Schedule

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 should you require additional information.