



TO: BOX Options Participants
FROM: BOX Market Operations Center
SUBJECT: Facilitation Auction Surrender Quantity
DATE: October 27, 2015

On **November 9, 2015**, BOX Options Exchange (“BOX”) will introduce the Surrender Quantity feature to the Facilitation Auction mechanism.¹

Similar to the Surrender Quantity feature in the PIP and Solicitation Auction mechanisms, the Facilitation Auction Surrender Quantity will allow an Order Flow Provider (“OFP”) to designate a lower amount for which it will retain certain priority and trade allocation privileges upon conclusion of the Facilitation Auction.

If a Surrender Quantity is specified within a Facilitation Auction, the allocation algorithm will remain the same with the exception that the guaranteed quantity for the OFP will be the lesser of (initial auction quantity – Surrender Quantity) or 40% of the initial auction quantity. Please note that if the aggregate size of responses and orders from other Participants is not equal to or greater than the Surrender Quantity, then the remaining Surrender Quantity shall be left unfilled and the OFP shall be allocated the remaining size.

Technical Information

In order to submit a Facilitation Auction with a Surrender Quantity, Participants will need to provide the following information:

SOLA[®] Services	Message Type	Fields / Tags	Values
SAIL	OA – Auction Entry	Special Term Price	C: Facilitation Auction
		Quantity Term	B: Surrender Quantity
		Additional Quantity	Indicates the number of contracts the OFP is willing to surrender. Must be left empty if not used (no Surrender Quantity).
FIX	PIP – PIP Initial Order	9383 – Auction Type	C: Facilitation Auction
		854 - QtyType	B: Surrender Quantity
		9461 - AddQty	Indicates the number of contracts the OFP is willing to surrender. Must not be provided if not used (no Surrender Quantity).

¹ [SR-BOX-2015-33](#)

Contact

Please contact the Market Operations Center at (866) 768-8845 or by e-mail at BOXMOC@boxexchange.com should you require additional information.