



**BOX**<sup>SM</sup>  
O P T I O N S

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Informational Circular

IC-2017-16

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**TO: BOX Options Participants**  
**FROM: BOX Market Operations Center**  
**SUBJECT: Extended cNBBO**  
**DATE: June 9, 2017**

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Beginning **Monday, July 10, 2017**, BOX Options Exchange ("BOX") will introduce an expanded price range within which Complex Orders can execute by allowing the execution of Complex Order trades at prices equal to or better than the Extended cNBBO.

The Extended cNBBO will be calculated by subtracting the Extended cNBBO Limit from the cNBB and adding the Extended cNBBO Limit to the cNBO. In calculating the Extended cNBBO, each side of the Extended cNBBO will be rounded to the nearest penny within the Extended cNBBO (i.e. the cNBB is rounded up to the nearest penny and the cNBO is rounded down to the nearest penny).

The Extended cNBBO Limit will either be a percentage or an amount, whichever provides the less restrictive execution range (i.e. the widest range). The parameters are configurable, with a minimum percentage of 3% and a maximum percentage of 50%; and a minimum amount of \$0.00 and a maximum amount of \$1.00.

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.

For a complete description of the rule change, see [SR-BOX-2017-20](#).

### **Contact**

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