



TO: BOX Options Participants
FROM: BOX Market Operations Center
SUBJECT: Fee Change – July 2020
DATE: July 1, 2020

Effective **July 1, 2020**, BOX Exchange LLC (“BOX” or “Exchange”) is including long stock strategies to the BOX Fee Schedule.¹ A long stock interest strategy is defined as a transaction done to achieve long stock involving the purchase, sale, and exercise of in-the-money options of the same class.

Long stock interest strategies will now be included in Sections I.C.II (Strategy Facilitation and Solicitation Transactions) and II.D (Strategy QOO Order Fee Cap and Rebate) as further detailed below.

Strategy Facilitation and Solicitation Transactions

Fees for Strategy Order Facilitation and Solicitation transactions (short stock interest, long stock interest, merger, reversal, conversion, jelly roll, and box spread strategies) will be subject to the table below:

Account Type	Agency Order		Facilitation Order or Solicitation Order		Responses in the Solicitation or Facilitation Auction Mechanisms	
	Penny Interval Classes	Non-Penny Interval Classes	Penny Interval Classes	Non-Penny Interval Classes	Penny Interval Classes	Non-Penny Interval Classes
Public Customer	\$0.00	\$0.00	\$0.00	\$0.00	\$0.25	\$0.40
Professional Customer	\$0.10	\$0.10	\$0.10	\$0.10	\$0.25	\$0.40
Broker Dealer	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.40
Market Maker	\$0.25	\$0.25	\$0.25	\$0.25	\$0.25	\$0.40

Fees for these transactions will be capped at \$1,000 per day per customer.

¹ Pending regulatory approval.

On each trading day, Participants are eligible to receive a \$500 rebate per customer for executing Strategy Orders through the Facilitation or Solicitation mechanisms. The rebate will be applied once the \$1,000 fee cap is met. The rebate will be paid to the Participant that entered the order into the BOX system.

Strategy QOO Order Fee Cap and Rebate

Manual transaction fees for certain Strategy QOO Orders will be capped on a daily basis:

- Short stock interest, long stock interest, merger, reversal, conversion, jelly roll, and box spread strategies executed on the same trading day will be capped at \$1,000 per day.

On each trading day, Floor Brokers are eligible to receive a \$500 rebate per customer for presenting certain Strategy QOO Orders on the Trading Floor. The rebate will be applied once the \$1,000 fee cap per customer for all dividend, short stock interest, long stock, merger, reversal, conversion, jelly roll, and box spread strategies is met.

Complete Fee Schedule

The complete BOX fee schedule is available on the BOX website at <http://boxoptions.com/fee-schedule/>.

Contact

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