



BOXSM
REGULATION

Regulatory Circular

RC-2019-14

TO: BOX Options Participants
FROM: BOX Regulation
SUBJECT: Solicitation Auction Notification
DATE: July 26, 2019

Under BOX Rule 7270(b)(3), prior to entering agency orders into the Solicitation Auction (the "Auction") on behalf of customers, Order Flow Providers are required to deliver to their customers a one-time written notification that informs the customers that their orders may be executed using the Auction. The written notification must disclose the terms and conditions contained in Rule 7270(b) and be in a form approved by BOX.

The following text may be used by Participants to satisfy the notification requirement:

When handling an order of 500 contracts or more on your behalf, [firm] may solicit other parties to execute against your order and may thereafter execute your order using the BOX Options Market Solicitation Auction Mechanism. This functionality provides a single-priced execution, unless the order results in price improvement for the entire quantity, in which case multiple prices may result. For further details on the operation of this mechanism, please refer to BOX Exchange Rule 7270(b), which is available at <http://rules.boxoptions.com/browse>.

Participants may submit alternative forms of notification for approval to BOX Regulation at BOXMRC@BOXregulation.com.

Contact

Please review the information provided herein. If you have any questions regarding this information, please contact BOX Regulation at BOXMRC@BOXregulation.com.