

Frequent Trader is a voluntary incentive program for trading activity in certain Cboe® proprietary products and CFE® products\* that is available to non-Trading Permit Holder, non-broker/dealer customers (“C” origin code for options / “CTI” code 4 for futures), professional customers and voluntary professionals (“W” origin code) (collectively “customers”). Rebates are given on Cboe and CFE customer transaction fees based on the activity of each individual Frequent Trader ID (“FTID”).

Available to non-Trading Permit Holder, non-broker/dealer (i.e. customer) users such as:

- ▶ Asset Managers
  - ▶ Corporate Treasuries
  - ▶ ETF/ETN Providers
  - ▶ Family Offices
  - ▶ Hedge Funds
  - ▶ Individuals
  - ▶ Insurance Companies
  - ▶ Mutual Funds
  - ▶ Pensions
  - ▶ Proprietary Trading Firms
- ▶ For the options Frequent Trader Program, rebates apply for trading activity in RUT, VIX®, SPX and SPXW options. For CFE, rebates apply for trading activity in VIX futures.
  - ▶ Customers obtain a unique FTID that can be appended to orders delivered to Cboe and CFE during both Regular Trading Hours (“RTH”) and Global Trading Hours (“GTH”).
  - ▶ Volume associated with each FTID is aggregated to qualify for certain rebates of Cboe customer transaction fees.
  - ▶ Each customer is responsible for ensuring their FTID is appended to their orders.

## Options Rebate Schedule

Tier	VIX Options		SPX / SPXW Options		RUT Options	
	Monthly Contracts Traded	Fee Rebate	Monthly Contracts Traded	Fee Rebate	Monthly Contracts Traded	Fee Rebate
1	10,000 – 99,999	5%	10,000 – 49,999	3%	10,000 – 24,999	10%
2	100,000 – 299,999	15%	50,000 – 99,999	6%	25,000 – 49,999	15%
3	300,000 and above	25%	100,000 and above	9%	50,000 and above	25%

## Futures Rebate Schedule

VIX futures customers can earn rebates off standard customer transaction fees if the following thresholds are met. Note that these are separate and distinct rebates, i.e. customers can earn both. The highest rebate tier that is reached by the end of the month will be applied to all trades during that month.

Tier	Average Daily VX Customer Volume Associated with Customer’s FTID for Applicable Month	Rebate Per Contract Side
1	≥ 0.75%	\$0.03 Rebate
2	≥ 1.00%	\$0.06 Rebate
3	≥ 1.50%	\$0.11 Rebate
4	≥ 2.50%	\$0.14 Rebate
5	≥ 5.00%	\$0.18 Rebate

Tier	Average Daily VX Customer Volume Associated with Customer’s FTID for Applicable Month	Rebate Per Contract Side
1	≥ 1,000	\$0.02 Rebate
2	≥ 2,000	\$0.04 Rebate
3	≥ 8,000	\$0.08 Rebate

Visit <https://www.cboe.com/ftid/registration.aspx> to register.

\*Subject to regulatory approval Dec. 1, 2018

## FAQs

**1 What is the process to obtain a Frequent Trader ID?**

Customers can obtain an ID by registering at <https://www.cboe.com/FTID/registration.aspx>.

**2 How does a customer enter their FTID on an order?**

The customer will need to provide the FTID to the executing agent who will then append the ID to both the customer's manual and electronic orders. Customers should supply the same FTID to all of their executing agents.

**3 Will there be a way for customers to track their activity?**

For the options program, FTID owners will receive a daily statement via email including contracts traded and total estimated fees with potential rebate. There will also be an option to request customized reports through our web site at <https://www.cboe.org/tphreports/default.aspx>. For the futures program, please contact your executing agent for more information about rebates achieved.

**4 How will a customer receive their rebate?**

For the options program, the FTID owner may request payment to their executing agent or by Electronic Funds Transfer ("EFT") directly to the customer. Payment instructions can be submitted using the link provided on the customer's daily statement. For the futures program, rebates will be paid to executing agents. If multiple executing agents are used, rebates will be paid pro rata to those agents based on their share of the customer's executed volume.

**5 Will the FTID be visible or available to the marketplace or trading counterparties?**

No, the FTID will be recorded only on the Exchange's internal order tracking system and will not be disclosed or otherwise discoverable by any other party. Additionally, Cboe will not disclose the list or details of customers having a FTID to any party, and there will be no public record of FTID owners. Any personal information provided to the Exchange in connection with the Frequent Trader Program will be handled in a manner consistent with the Frequent Trader Program Privacy Policy, a copy of which can be accessed through the Frequent Trader Program website <https://www.cboe.com/ftid/registration.aspx>.

**6 How else do the options and futures programs differ?**

For the futures program, no post trade changes are permitted. If the FTID is not on the futures trade at the time of execution or if the FTID is not input correctly, the futures trades will not count toward rebate tiers. The options program currently allows for post trade adjustments through the following form: <https://www.cboe.com/trading-resources/fee-schedules>.

Please read the rule filing for the Frequent Trader Program for more information. A copy of the rule filing will be available on the Cboe website at: <http://www.cboe.com/aboutcboe/legal/submittedsecfilings.aspx>.

Futures trading is not suitable for all investors, and involves the risk of loss. The risk of loss in futures can be substantial. You should, therefore, carefully consider whether such trading is suitable for you in light of your circumstances and financial resources. For additional information regarding futures trading risks, see the Risk Disclosure Statement set forth in CFTC Regulation §1.55(b). Options involve risks and are not suitable for all investors. Prior to buying or selling an option, an investor must receive a copy of Characteristics and Risks of Standardized Options. Copies are available from your broker or from The Options Clearing Corporation at [www.theocc.com](http://www.theocc.com). The information in this document is provided solely for general information purposes. No statement within this document should be construed as a recommendation to buy or sell a security or to provide investment advice. Cboe and VIX are registered trademarks of Cboe Exchange, Inc. (Cboe).