In February 2019, Cboe launched cash-settled options on the 11 industry sectors that comprise the S&P 500 Index. These index options offer investors across the globe an easy and efficient way to incorporate U.S. sector investing strategies into their portfolios.

Cboe Select Sector Index Options Offer:

- An alternative vehicle for asset managers who cannot hold options on exchange-traded products (ETPs) due to regulatory constraints.
- Efficient implementation of relative value, dispersion, or correlation strategies without picking individual stocks. Index options also allow investors to express a directional view without the operational overhead of shorting an ETF or stock basket.
- Larger notional exposure with a $100 multiplier, which may result in lower commission fees.
- Cash settlement and no early exercise (European-style).
- Potential tax advantages as index options are typically taxed using the 60/40 rule under section 1256 of the Tax Code.*

Five-Year Performance

*Investors should consult with their tax advisors to determine how the profit and loss on any strategy will be taxed.
### Summary Product Specifications

**Description**
All components of the S&P 500 are assigned to the 11 Select Sector Indexes, which seek to track the major economic segments of the U.S. market. Stock classifications are based on the Global Industry Classification Standard (GICS®).

**Contract Multiplier**
$100

**Expirations**
Up to 12 near-term months. In addition, the Exchange may list up to 10 Select Sector Index option expiration months that expire from 12 to 60 months from the date of issuance.

**Trading Hours**
8:30 am to 3:00 pm Chicago Time (CT)

**Expiration Style**
European-style exercise and A.M. settlement

**Last Trading Day**
Trading will ordinarily cease on the business day (usually a Thursday) preceding the day on which the exercise settlement value is calculated.

**Expiration Date**
Generally the third Friday of the contract month.

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For complete contract specifications and more details, visit [www.cboe.com/sectors](http://www.cboe.com/sectors)

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