

BEFORE THE BUSINESS CONDUCT COMMITTEE
OF THE
CHICAGO BOARD OPTIONS EXCHANGE, INCORPORATED

_____)	
In the Matter of:)	
)	
Chimera Securities, LLC)	
225 Park Avenue South)	File No. 13-0043
17 th Floor)	
New York, NY 10003)	
)	
Respondent)	
_____)	

DECISION ACCEPTING OFFER OF SETTLEMENT

This proceeding was instituted by the Business Conduct Committee (the “Committee”) of the Chicago Board Options Exchange, Incorporated (the “Exchange”) as a result of an investigation by the staff of the Exchange, which indicated that there was probable cause for finding a violation within the disciplinary jurisdiction of the Exchange. In accordance with that determination, the Committee directed the issuance of a Statement of Charges (“Statement of Charges”). Pursuant to Exchange Rule 17.8, the respondent (“Respondent”), Chimera Securities, LLC (“Chimera”), submitted an offer of settlement (“Offer of Settlement”).

In submitting the Offer of Settlement, the Respondent neither admitted nor denied the violations alleged in the Statement of Charges.

The Respondent has agreed that the determination of the Committee to accept the Offer of Settlement shall constitute a final Decision, and, as provided in Exchange Rule 17.8, the Respondent may not seek review thereof.

The Respondent understands and acknowledges that the Committee’s decision in this matter will become part of its disciplinary record and may be considered in any future Exchange proceeding.

With due regard to the particulars of this matter, the Committee believes it is appropriate to accept the Respondent’s Offer of Settlement based on the following stipulated facts and findings and thereby to impose the sanction specified below.

FACTS

1. During all relevant periods herein, Chimera was a CBOE Stock Exchange, LLC (CBSX) Trading Permit Holder registered to conduct proprietary trading.
2. During all relevant periods herein, Exchange Rules 4.2 - Adherence to Law, 4.18 - Prevention of the Misuse of Material, Nonpublic Information and 15.1 - Maintenance, Retention and

Furnishing of Books, Records and Other Information; Section 15(g) of the Securities and Exchange Act of 1934, as amended (the "Act"); and Section 17(a) of the Act and Rules 17a-3 - Records to be Made by Certain Exchange Members, Brokers and Dealers and 17a-4 - Records to be Preserved by Certain Exchange Members, Brokers and Dealers thereunder, were in full force and effect.

3. The Exchange conducted a routine financial and operational examination of Chimera that focused on the month of August 2012. This examination included, but was not limited to, a review of Chimera's Insider Trading Program.
4. In or about August 2012, Chimera failed to obtain and review 18 of 164 personal brokerage account statements.

FINDINGS

The acts, practices and conduct described in Paragraph 4 above constitute a violation of Exchange Rules 4.2, 4.18 and 15.1; Section 15(g) of the Act; and Section 17(a) of the Act and Rules 17a-3 and 17a-4 thereunder by Chimera, in that Chimera failed to obtain and review 18 of 164 personal brokerage account statements.

SANCTION

The sanction to be imposed shall consist of a \$5,000 fine and a censure.

ORDER

ACCORDINGLY IT IS ORDERED THAT, the Respondent, Chimera Securities, LLC shall be and hereby is censured and fined in the amount of five thousand dollars (\$5,000).

**SO ORDERED
FOR THE COMMITTEE**

Dated: October 16, 2013

**By: /s/ Bruce Andrews
Bruce Andrews
Chairman
Business Conduct Committee**