

Trader E-News

Information Circular IC12-108

December 14, 2012

CBOE Holdings Announces Leadership Changes

- This week, CBOE Holdings announced changes in the company's leadership, which will become effective following the 2013 Annual Meeting in May 2013. Bill Brodsky, Chairman and CEO, will step down as CEO, and it is anticipated that he will assume the role of Executive Chairman of the Board. Ed Tilly, CBOE President and COO, will become CEO. Ed Provost, CBOE Chief Business Development Officer, will become President and COO. [Press Release](#) and [webcast](#).

FY 2013 CBOE Fees – Liquidity Providers and Trading Permit Holder Discount Programs

- CBOE is continuing its incentive programs for Liquidity Providers and Trading Permit Holders in 2013. Details of the programs for Trading Permit Holder Organizations are summarized below.

Liquidity Provider (LP) Sliding Scale:

- Trading Permit Holders should refer to CBOE [Regulatory Circular RG12-172](#) regarding the prepayment of transaction fee tiers in order for an LP to proceed further down the LP Sliding Scale. To be eligible to participate in the sliding scale above 2,000,000 contracts per month, a LP must prepay their entire fees for the first two tiers of the sliding scale for the entire year (\$4,176,000). Pro-rated prepayments are accepted later in the year, as long as the payment is received at least five business days prior to the month in which the application of the discount is to begin. For LP's interested in participating in the sliding scale for all of 2013, prepayment election and wired payment must take place during the period January 1 through January 8, 2013.

Trading Permit Holder Forms:

- A Trading Permit Holder that wishes to participate in either the Market Maker Trading Permit Sliding Scale program or the Floor Broker Trading Permit Sliding Scale program for 2013 should review CBOE [Regulatory Circular RG12-174](#) and complete and submit the Election Form included in the circular. **Tier commitments must be received by December 26.**

Consolidated Audit Trail Concepts Document Published

- The national securities exchanges and FINRA are in the process of developing a Request For Proposal (RFP) that will be published on the Consolidated Audit Trail (CAT) NMS [website](#) and are inviting interested bidders to respond. As part of the RFP development process, a RFP concept document has been published to obtain feedback on the feasibility and costs of implementing the CAT reporting requirements being considered. Comments are due by January 18, 2013.
- See CBOE [Regulatory Circular RG12-170](#) for complete information, including instructions on how to submit comments.
- The most recent industry event to discuss CAT was held earlier this week in New York. [View the presentation](#).

Other News & Notes

- CBOE Holdings announced this week that the Board of Directors declared a special cash dividend of \$0.75 per share on its common stock. The dividend will be paid on December 28 to stockholders of record on December 21, 2012. [Press Release](#).
- Last week, CBOE was named "Exchange of the Year, North America" and "U.S. Options Exchange of the Year" at an award ceremony during *Futures and Options World's Derivatives World London Conference*. [Press Release](#).

We encourage your input on these and other exchange matters. Please feel free to contact us directly with your comments.

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