

CBOE Research Circular #RS17-280

Date: May 12, 2017

To: Permit Holders
From: Scott Speer
RE: Rubicon Technology, Inc. ("REXX")
1-for-10 Reverse Stock Split
Ex-Distribution Date: May 15, 2017

Rubicon Technology, Inc. ("REXX") has announced a 1-for-10 reverse common stock split in which each outstanding share of REXX Common Stock will automatically be converted into one-tenth of a share of "New" Rubicon Technology, Inc. ("REXX") Common Stock. **The reverse stock split will become effective before the open on Monday, May 15, 2017.**

Contract Adjustment

Pursuant to OCC rules (Article VI, Section 11 and 11A), all outstanding REXX option series as of Monday, May 15, 2017, at 8:30 A.M. Chicago time will be adjusted to reflect this 1-for-10 reverse common stock split. All REXX options will be adjusted to require the receipt or delivery of: **10 shares of "New" Rubicon Technology, Inc. ("REXX") Common Stock**. Strike prices will remain the same. The option symbol will change to **REXX1**. Premiums for the adjusted REXX1 options will continue to be calculated on the basis of a multiplier of 100, i.e., for premium and strike-price extensions, 1.00 will equal \$100. [Any FLEX series that may exist will be adjusted in a similar manner to the standardized option.]

The option adjustment will appear in the Daily Position Report of the clearing member firms on the ex-date. After 8:30 A.M. Monday, May 15, 2017, all trades, corrections, and exercises must be submitted to the CBOE and OCC on an adjusted basis.

New Unadjusted Series

To facilitate the maintenance of a fair and orderly market in Rubicon Technology, Inc., new REXX series with a contract unit of 100 shares will be introduced on Tuesday, May 16, 2017. The REXX series will be added for May, June, September, and December expirations at exercise prices nearest the money.

GTC Order Conversion

On Friday, May 12, 2017, immediately after the CBOE close, the system will convert or cancel all resting orders in the REXX order book. If your firm has requested, all booked orders (phone, wire, and electronic) and all OHS orders residing outside the book (booth or crowd routed) will be converted reflecting the adjustments. If your firm has requested, all booked orders and OHS orders residing outside of the book will be canceled. If your firm receives CXL drops, the CXL confirms will print at your booth at 3:15 p.m. OHS CXLs will also be transmitted electronically to your branches.

A report will be available at the Help Desk listing the orders that are converted or canceled. If converted, this list will also show how the new orders will be adjusted. This report will be available on request anytime during the day prior to the night of the adjustment.

Position and Exercise Limits

The CBOE Regulatory Division has determined that: "The position and exercise limits following this reverse stock split will remain the same."

Questions regarding this memo can be addressed to Options Industry Services at 1-888-OPTIONS (1-888-678-4667). CBOE contract adjustment memos can also be accessed from CBOE.com at the following web address:

<http://www.cboe.com/ContractAdjustments>