CBOE EXECUTE SUCCESS℠

EXCHANGE BULLETIN

August 23, 2013 Volume 41, Number 34

The Bylaws and Rules of Chicago Board Options Exchange, Incorporated ("Exchange"), in certain specific instances, require the Exchange to provide notice to Exchange Trading Permit Holders. To satisfy this requirement, a copy of the Exchange Bulletin, including the Regulatory Bulletin, is delivered by e-mail or by hard copy free of charge to all effective Trading Permit Holders on a weekly basis.

Trading Permit Holders are encouraged to receive the Exchange and Regulatory Bulletin and Information Circulars via e-mail. E-mail subscriptions may be obtained by Trading Permit Holders by submitting your name, firm if applicable, e-mail address, and phone number, to registration@cboe.com. If you do sign up for e-mail delivery, please remember to inform the Registration Services Department of e-mail address changes. Subscriptions by Trading Permit Holders for hard copy delivery may be obtained by submitting your name, firm if any, mailing address and telephone number to: Chicago Board Options Exchange, Registration Services Department, 400 South LaSalle, Chicago, Illinois 60605, Attention: Bulletin Subscriptions.

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Trading Permit Information for 8/15/2013 through 8/21/2013

TERMINATIONS

Individuals

Nominee:	Termination Date
Richard M. Vengazo (VEN) TradeLink LLC	8/15/13
Timothy Cody (CDY) TradeLink LLC	8/15/13
Anthony V Gabrione (TVG) WSP Commodity Trading LLC	8/21/13

EFFECTIVE TRADING PERMIT HOLDERS

Individuals

Nominee:	Effective Date
Anthony J. Spacucello (ANT) WSP Commodity Trading LLC Type of Business to be Conducted: Market Maker	8/21/13

Research Circulars

The following Research Circulars were distributed between August 16, 2013 and August 22, 2013. If you wish to read the entire document, please refer to the CBOE website at www.cboe.com and click on the “Trading Tools” Tab. New listings and series information is also available in the Trading Tools section of the website. For questions regarding information discussed in a Research Circular, please call The Options Clearing Corporation at 1-888-OPTIONS.

Research Circular #RS13-463
August 16, 2013
Murphy Oil Corporation ("MUR")
Distribution of Shares of
Murphy USA Inc. ("MUSA")
Ex-Distribution Date: September 3, 2013

Research Circular #RS13-464
August 16, 2013
Dean Foods Company ("DF & adj. DF1")
1-for-2 Reverse Common Stock Split
Ex-Distribution Date: August 27, 2013

Research Circular #RS13-465
August 19, 2013
Trius Therapeutics, Inc. ("TSRX")
Tender Offer by BRGO Corporation

Research Circular #RS13-467
August 21, 2013
TranSwitch Corporation ("TXCC")
Change in Marketplace
Effective Date: August 22, 2013

Research Circular #RS13-468
August 22, 2013
Keynote Systems, Inc. ("KEYN") Merger COMPLETED
with Hawaii Parent Corp.

August 23, 2013 **Volume RB24, Number 34**

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Regulatory Circulars

Regulatory Circular RG13-113

Date: August 21, 2013

To: Trading Permit Holders
From: Regulatory Services Division
RE: Modification to Options Regulatory Fee

On August 21, 2013, Chicago Board Options Exchange, Incorporated ("CBOE") filed with the Securities and Exchange Commission ("SEC") a rule change to decrease the Options Regulatory Fee ("ORF") from $.0085 to $.0074 per contract. Subject to SEC review, the operative date of this fee change is September 1, 2013. The ORF will be re-evaluated for calendar year 2014.

A copy of the rule filing SR-CBOE-2013-082 is available on the CBOE website at http://www.cboe.com/aboutCBOE/legal/SubmittedSECFilings.aspx

The complete CBOE Fees Schedule is posted at:
http://www.cboe.com/publish/feeschedule/CBOEFeeSchedule.pdf

Additional Information:
Questions on this Regulatory Circular may be directed to the Regulatory Interpretation and Guidance team at (312) 786-8141 or RegInterps@cboe.com.

Regulatory Circular RG13-114

Date: August 22, 2013

To: Trading Permit Holders
From: Market Operations Department
RE: Restrictions on Transactions in TranSwitch Corporation (TXCC)

Effective August 22, 2013, TranSwitch Corporation (TXCC) will be delisted from the NASDAQ Capital Market and will move its listing to the Other-OTC market. The underlying symbol will remain TXCC. Therefore, trading in TXCC options will be subject to restrictions.

Trading on CBOE in existing series of TXCC options will be subject to the following restrictions. Only closing transactions may be affected in any series of TXCC options except for (i) opening transactions by

Market-Makers executed to accommodate closing transactions of other market participants and (ii) opening transactions by CBOE TPH organizations to facilitate the closing transactions of public customers executed as crosses pursuant to and in accordance with CBOE Rule 6.74(b) or (d).

The execution of opening transactions in TXCC options, except as permitted above, and/or the misrepresentation as to whether an order is opening or closing, will constitute a violation of CBOE rules, and may result in disciplinary action. TPH organizations should ensure that they have appropriate procedures in place to prevent their customers from entering opening orders in this restricted option class. In addition, transactions in contravention of this restriction may be subject to nullification pursuant to Exchange Rule 6.25.

There are no restrictions in place with respect to the exercise of TXCC options.

Any questions regarding this circular may be directed to Kerry Winters at helpdesk@cboe.com and (312) 786-7312 or the Regulatory Interpretations and Guidance team at RegInterps@cboe.com and by telephone at (312) 786-8141.

CBOE restricted class memos can be accessed from CBOE.org at the following web address: http://www.cboe.org/Restrictions

Rule Changes

EFFECTIVE-ON-FILING RULE CHANGE(S)

The following rule filings were submitted to the Securities and Exchange Commission ("SEC") "effective on filing," and may have taken effect pursuant to Section 19(b)(3) of the Securities Exchange Act of 1934 (the "Act"). They will remain in effect barring further action by the SEC within 60 days after publication in the Federal Register. Below, any additions to rule text are underlined, and any deletions are [bracketed]. Copies are available on the CBOE public website at www.cboe.org/legal/effectivefiling.aspx.

SR-CBOE-2013-082 Fees Schedule

On August 21, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-082, which filing proposes to amend the CBOE Fees Schedule to decrease the Options Regulatory Fee from $.0085 to $.0074 per contract, effective September 1, 2013. Any questions regarding the rule change may be directed to Jaime Galvan, Legal Division, at 312-786-7058. The rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-082.pdf.

SR-CBOE-2013-083 Fees Schedule

On August 22, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-083, which filing proposes to amend the CBOE Fees Schedule to (i) waive CMi and FIX Login ID fees for Login IDs used to access CFLEX, (ii) raise the Hybrid Agency Liaison ("HAL") Step-Up Rebate qualification threshold to 70%, (iii) raise the Russell 2000 Index ("RUT") Surcharge Fee to $0.30 per contract, (iv) include Clearing Trading Permit Holder and Joint Back Office ("JBO") fees towards qualifying for the daily cap on fees for reversals, conversions and jelly roll strategies, (v) lower the daily cap on fees for reversals, conversions and jelly roll strategies to $700 per day, (vi) exclude JBO participants from the $25,000 per month cap on strategy transaction fees, (vii) apply Clearing Trading Permit Holder strategy transaction fees towards the Clearing Trading Permit Holder Proprietary Fee Cap, (viii) exclude Clearing Trading Permit Holders from the $25,000 per month cap on strategy transaction fees, and (ix) state that complex orders with more legs than are permitted by the system to be entered with one order ID can qualify for the Customer Large Trade Discount (despite not all legs being tied to the same order ID) by submitting a discount request.[1] Any questions regarding the rule change may be directed to Jeff Dritz, Legal Division, at 312-786-7070. The rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-083.pdf.

SR-CBOE-2013-084 Fees Schedule

On August 22, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-084, which filing proposes to amend the CBOE Fees Schedule to state that transaction volume from strategy transactions will count towards the Liquidity Provider Sliding Scale.[2] Any questions regarding the rule change may be directed to Jeff Dritz, Legal Division, at 312-786-7070. The rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-084.pdf.

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[1] Rule Change File No. SR-CBOE-2013-083 partially replaces Rule Change File No. SR-CBOE-2013-081, which was included in the August 16, 2013 Bulletin.

[2] Rule Change File No. SR-CBOE-2013-084 partially replaces Rule Change File No. SR-CBOE-2013-081, which was included in the August 16, 2013 Bulletin.

SR-CBOE-2013-085 Fees Schedule

On August 22, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-085, which filing proposes to amend the CBOE Fees Schedule to exclude RUT from the Volume Incentive Program.[3] Any questions regarding the rule change may be directed to Jeff Dritz, Legal Division, at 312-786-7070. The rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-085.pdf.

[3] Rule Change File No. SR-CBOE-2013-085 partially replaces Rule Change File No. SR-CBOE-2013-081, which was included in the August 16, 2013 Bulletin.

BUSINESS CONDUCT COMMITTEE DECISIONS

At its meeting on August 7, 2013, the Business Conduct Committee ("BCC") resolved the following disciplinary matters by accepting 1 Offer of Settlement and 1 Letter of Consent in which the Respondent and Subject consented to stipulations of facts and findings as detailed below without admitting or denying that Exchange Rules had been violated.

In the Matter of Coastal Trade Securities, L.L.C.; Consolidated File Nos. 13-0033 and 13-0034 (Consolidated Letter of Consent, Decision issued August 12, 2013).
Coastal Trade Securities, L.L.C., a CBSX Trading Permit Holder, was censured and fined $22,500 for the following conduct. Coastal (i) failed to properly qualify and register one Associated Person as a Proprietary Trader Principal (TP) in WebCRD; (ii) overstated its net capital by $1,340,901; and (iii) failed to file its annual financial statements by March 1, 2013.[1] (Exchange Rules 3.6A - Qualification and Registration of Trading Permit Holders and Associated Persons, 4.2 - Adherence to Law, 15.1 – Maintenance, Retention and Furnishing of Books, Records and Other Information and 15.6 - Audits; Section 15(c) of the Securities and Exchange Act of 1934, as amended (the "Act") and Rule 15c3-1 – Net Capital Requirements for Broker-Dealers thereunder; and Section 17(a) of the Act and Rules 17a-3 – Records to be made by Certain Exchange Members, Brokers and Dealers and 17a-5 – Reports to be made by Certain Brokers and Dealers thereunder)

In the Matter of RCI Limited Partnership; File No. 13-0038 (Offer of Settlement, Decision issued August 12, 2013).
RCI Limited Partnership, ("RCI"), an Exchange TPH organization, was censured and fined $7,500 for the following conduct. RCI failed to designate its Chief Compliance Officer on Schedule A of its Form BD in a timely manner.[2] Additionally, RCI failed to register and qualify its Chief Compliance Officer (CT) in WebCRD by November 5, 2011. (Exchange Rules 3.6A – Qualification and Registration of Trading Permit Holders and Associated Persons and 15.1 – Maintenance, Retention and Furnishing of Books, Records and Other Information)

[1] The Exchange received the annual audit report on April 9, 2013.

[2] RCI designated a Compliance Officer on Form BD in November, 2012.