CBOE EXECUTE SUCCESS℠

EXCHANGE BULLETIN

November 1, 2013 Volume 41, Number 44

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 10/24/2013 through 10/31/2013

TERMINATIONS

Individuals

Nominee:	Termination Date
Jeffrey E Woodring **UBS Securities, LLC**	**10/24/13**
David L Ellman **Sphinx Trading, LP**	**10/28/13**

EFFECTIVE TRADING PERMIT HOLDERS

Nominee:	Effective Date
Chae C. Yi **UBS Securities, LLC** Type of Business to be Conducted: Market Maker	**10/24/13**
William J. Shimanek **Sphinx Trading, LP** Type of Business to be Conducted: Proprietary Trading Permit Holder	**10/28/13**
Michael A Dalesandro (DRO) **DRO WST Trading LLC** Type of Business to be Conducted: Market Maker	**10/29/13**

Research Circulars

The following Research Circulars were distributed between October 24, 2013 and October 31, 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 #RS13-580
October 25, 2013
Harvard Bioscience, Inc. ("HBIO")
Distribution of Shares of
Harvard Apparatus Regenerative Technology, Inc. ("HART")
Ex-Distribution Date: November 4, 2013

Research Circular #RS13-581
October 28, 2013
Celsion Corporation ("CLSN")
1-for-4.5 Reverse Common Share Split
Ex-Distribution Date: October 29, 2013

Research Circular #RS13-583
October 29, 2013
NYSE Euronext ("NYX")
Proposed Election Merger
with IntercontinentalExchange ("ICE")

Research Circular #RS13-582
October 29, 2013
Diamond Offshore Drilling, Inc. ("DO")
CONTRACT ADJUSTMENT FOR SPECIAL CASH DIVIDEND
Ex-Date: November 1, 2013

Research Circular #RS13-584
October 29, 2013
Dell Inc. ("DELL") Merger COMPLETED
with Denali Holding Inc. – Cash Settlement

Research Circular #RS13-585
October 29, 2013
Fairchild Semiconductor International, Inc. ("FCS")
To Move and Begin Trading on the NASDAQ
Effective Date: October 31, 2013

Research Circular #RS13-587
October 30, 2013
Nash-Finch Company ("NAFC") Proposed Merger
with Spartan Stores, Inc. ("SPTN")

Research Circular #RS13-588
October 31, 2013
Verenium Corporation ("VRNM"):
Merger Completed -- Cash Settlement

November 1, 2013 Volume RB24, Number 44

The Bylaws and Rules of Chicago Board Options Exchange, Incorporated ("Exchange"), in certain specific instances, require the Exchange to provide notice to Trading Permit Holders. The weekly Regulatory Bulletin is delivered to all effective Trading Permit Holders to satisfy this requirement. Copyright © 2013 Chicago Board Options Exchange, Incorporated.

Regulatory Circulars

Regulatory Circular RG13-135

Date: October 28, 2013

To: Trading Permit Holders
From: Business Development Division
RE: HAL/HALO timer change

Updates Regulatory Circular RG13-094

Effective November 1, 2013, the Hybrid Auction Liaison (HAL) and HAL on the Open (HALO) flash period, i.e., the length of time Trading Permit Holders have to respond to a HAL or HALO flash message used to solicit liquidity, will be increased from 20 milliseconds to 100 milliseconds.

Please refer to CBOE Rule 6.14A(b) and Rule 6.2B interp.03.

Additional Information:
For additional information, please contact the CBOE Help Desk at helpdesk@cboe.com or (866) 728-2263 for additional information.

Regulatory Circular RG13-136

Date: October 30, 2013

To: Trading Permit Holders
From: Business Development Division
RE: HAL/HALO, SAL and COA timers

Replaces Regulatory Circular RG13-135 and Updates RG13-094

Effective November 1, 2013:

- Hybrid Auction Liaison (HAL) and HAL on the Open (HALO) flash period, i.e., the length of time Trading Permit Holders have to respond to a HAL or HALO flash message used to solicit liquidity, will be increased from 20 milliseconds to 100 milliseconds.

- The Complex Order Auction (COA) auction period, i.e., the length of time TPHs have to respond to the price improvement auction message for multi-leg orders, including those with a stock leg, will be increased from 75 milliseconds to 100 milliseconds.

- The Simple Auction Liaison (SAL) auction period, i.e. the length of time TPHs have to respond to the SAL price improvement auction for eligible marketable customer orders in classes traded on the Hybrid 3.0 platform (i.e., SPX and SPXQ, but not SPXW) will be increased from 20 milliseconds to 100 milliseconds.

Please refer to CBOE Rule 6.14A(b), Rule 6.2B interp.03, Rule 6.53C(d)(iii)(2), and Rule 6.13A(b).

Additional Information:
For additional information, please contact the CBOE Help Desk at helpdesk@cboe.com or (866) 728-2263.

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-2013-103 Options Transaction Nullification and Adjustment

On October 28, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-103, which filing proposes to modify the Exchange's obvious error procedures by nullifying trades for transactions involving at least one non-broker-dealer customer and adjusting all other trades between groups that do not fall into that category including for example, a Market-Maker or a broker-dealer. Any questions regarding the rule change may be directed to Megan Malone, Legal Division, at 312-786-7304. The rule text is shown below and the rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-103.pdf.

Rule 1.1. Definitions.

* * * * *

Voluntary Professional

(fff) The term "Voluntary Professional" means any person or entity that is not a broker or dealer in securities that elects, in writing, to be treated in the same manner as a broker or dealer in securities for purposes of Rules 6.2A, 6.2B, 6.8C, 6.9, 6.13A, 6.13B, 6.25, 6.45, 6.45A (except for Interpretation and Policy .02), 6.45B (except for Interpretation and Policy .02), 6.53C(c)(ii), 6.53C(d)(v), subparagraphs (b) and (c) under Interpretation and Policy .06 to Rule 6.53C, 6.74 (except Voluntary Professional orders may be considered public customer orders subject to facilitation under paragraphs (b) and (d)), 6.74A, 6.74B, 8.13, 8.15B, 8.87, 24.19, 43.1, 44.4, 44.14, and for cancellation fee treatment. The Voluntary Professional designation is not available in Hybrid 3.0 classes.

Professional

(ggg) The term "Professional" means any person or entity that (i) is not a broker or dealer in securities, and (ii) places more than 390 orders in listed options per day on average during a calendar month for its own beneficial account(s). A Professional will be treated in the same manner as a broker or dealer in securities for purposes of Rules 6.2A, 6.2B, 6.8C, 6.9, 6.13A, 6.13B, 6.25, 6.45, 6.45A (except for Interpretation and Policy .02), 6.45B (except for Interpretation and Policy .02), 6.53C(c)(ii), 6.53C(d)(v), subparagraphs (b) and (c) under Interpretation and Policy .06 to Rule 6.53C, 6.74 (except Professional orders may be considered public customer orders subject to facilitation under paragraphs (b) and (d)), 6.74A, 6.74B, 8.13, 8.15B, 8.87, 24.19, 43.1, 44.4, 44.14. The Professional designation is not available in Hybrid 3.0 classes.

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Rule 6.25. Nullification and Adjustment of Options Transactions.

This Rule governs the nullification and adjustment of options transactions. Paragraphs (a)(1), (2) and (5) of this Rule have no applicability to trades executed in open outcry.

(a) Trades Subject to Review

* * * * *

Price Adjustment or Nullification: Obvious Pricing Errors will be adjusted or nullified in accordance with (i), (ii), (iii) or (iv) below or any combination thereof:

(i) Transactions Where No Party is a non-broker-dealer Customer [Between CBOE Market-Makers]: Where [both] no parties to the transaction are non-broker-dealer Customers [CBOE Market-Makers], the execution price of the transaction will be adjusted by Trading

Officials to the prices provided in paragraphs (A) and (B) below, minus (plus) an adjustment penalty ("adjustment penalty"), unless both parties agree to adjust the transaction to a different price or agree to bust the trade within [fifteen] ten ([15] 10) minutes of being notified by Trading Officials of the Obvious Error.

A. Erroneous buy transactions will be adjusted to their Theoretical Price plus an adjustment penalty of either $.15 if the Theoretical Price is under $3 or $.30 if the Theoretical Price is at or above $3.

B. Erroneous sell transactions will be adjusted to their Theoretical Price minus an adjustment penalty of either $.15 if the Theoretical Price is under $3 or $.30 if the Theoretical Price is at or above $3.

(ii) Transactions Where At Least One Party is a non-broker-dealer Customer: Where at least one party to the transaction is a non-broker-dealer Customer, the trade will be busted by Trading Officials unless both parties agree to an adjustment price for the transaction within thirty (30) minutes of being notified by Trading Officials of the Obvious Error.

(iii) Transactions during Opening Rotation Between a non-broker-dealer Customer and CBOE Market-Maker(s): After the fifteen minute notification period as described in (b)(1) below and until 3:30 p.m. central time ("CT") on the subject trade date, where parties to the transaction are a non-broker-dealer customer and CBOE Market-Maker(s), the non-broker-dealer customer may request review of the subject transaction, and the execution price of the transaction will be adjusted (provided the adjustment does not violate the customer's limit price) by Trading Officials to the prices provided in paragraphs (A) and (B) above, without the adjustment penalty, unless both parties agree to adjust the transaction to a different price or agree to bust the trade within fifteen (15) minutes of being notified by Trading Officials of the Obvious Error. The option contract quantity of any adjustment shall not exceed the disseminated national best bid or national best offer size as provided in subparagraphs (a)(1)(ii) and (iii) above. In the event a non-CBOE Market-Maker is also party to the transaction, the adjustment procedures described below shall also apply.

(iv[ii]) Transactions during Opening Rotation Between a non-broker-dealer Customer and at least one non-CBOE Market-Maker(s): After the fifteen minute notification period as described in (b)(1) below and until 3:30 p.m. CT on the subject trade date, where parties to the transaction are a non-broker-dealer customer and a non-CBOE Market-Maker(s), the non-broker-dealer customer may request review of the subject transaction and, the execution price of the transaction will be adjusted (provided the adjustment does not violate the non-CBOE Market-Maker's limit price) by Trading Officials to the prices provided in paragraphs (A) and (B) above, without the adjustment penalty, unless both parties agree to adjust the transaction to a different price or agree to bust the trade within fifteen (15) minutes of being notified by Trading Officials of the Obvious Error. The option contract quantity of any adjustment shall not exceed the disseminated national best bid or national best offer size as provided in subparagraphs (a)(1)(ii) and (iii) above.

[(iv) Transactions Involving at least one non-CBOE Market-Maker: Where one of the parties to the transaction is not a CBOE Market-Maker, and paragraphs (a)(1)(i), (ii), or (iii) above do not apply the transactions will be adjusted (provided the adjustment does not violate the non-CBOE Market-Maker's limit price) by Trading Officials to the prices provided in paragraphs (A) and (B) above, without the adjustment penalty, unless both parties agree to adjust the transaction to a different price or agree to bust the trade within thirty (30) minutes of being notified by Trading Officials of the Obvious Error.]

* * * * *

(b) Procedures for Reviewing Transactions

(1) Notification: Any Trading Permit Holder or person associated with a Trading Permit Holder that believes it participated in a transaction that may be adjusted or nullified in accordance with paragraph (a) must notify any Trading Official or designated personnel in the control room promptly but not later than fifteen (15) minutes after the execution in question, except for the time frame set forth in paragraphs (a)(1)(iii) or (a) (1)(iv[ii]). Absent unusual circumstances, relief shall not be granted under this Rule unless notification is made within the prescribed time periods.

* * * * *

.05 Transactions During Opening Rotation: For proposes of the obvious pricing error provision in paragraph (a)(1) of this Rule, non-broker-dealer Customer "transactions during the opening rotation" that are subject to the price adjustment and nullification provisions of subparagraph (iii) and (iv[ii]) shall include orders executed via ROS or HOSS, marketable orders entered before the open that are executed through the HAL process for openings under Rule 6.2B.03, and complex orders entered before the open that are executed immediately following the opening rotation through the Complex Order Book under Rule 6.53C provided such a complex order would have been marketable against the opening rotation price(s).

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SR-CBOE-2013-104 Fees Schedule

On October 28, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-104, which filing proposes to amend the Market Data Express, LLC Fees Schedule to establish a fee of $75 per day for historical Customized Option Pricing Service (COPS) data. Any questions regarding the rule change may be directed to Jamie Galvan, Legal Division, at 312-786-7058. The rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-104.pdf.

SR-CBOE-2013-105 Fees Schedule

On October 29, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-105, which filing proposes to amend the CBSX Fees Schedule to remove AAPL, BAC, GOOG, NOK, and SIRI from the list of "Select Symbols" to which a different pricing structure applies. CBSX's regular pricing structure will apply to those securities. 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-2013-105.pdf.

SR-CBOE-2013-106 Position and Exercise Limits

On October 30, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-106, which filing proposes to extend the pilot program that eliminates position and exercise limits for SPY options for an additional 14 months. Any questions regarding the rule change may be directed to Jenny Golding, Legal Division, at 312-786-7466. The rule text is shown below and the rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-106.pdf.

Rule 4.11. Position Limits

No changes.

... Interpretations and Policies:

.01 - .06 No change.

.07 The position limits under Rule 4.11 applicable to options on shares or other securities that represent interests in registered investment companies (or series thereof) organized as open-end management investment companies, unit investment trusts or similar entities that satisfy the criteria set forth in Interpretation and Policy .06 under Rule 5.3 shall be the same as the position limits applicable to equity options under Rule 4.11 applicable to option contracts on the securities listed in the below chart are as follows:

Security Underlying Option	Position Limit
The DIAMONDS Trust (DIA)	300,000 contracts
The Standard and Poor's Depositary Receipt Trust (SPY)	None
The iShares Russell 2000 Index Fund (IWM)	500,000 contracts
The PowerShares QQQ Trust (QQQ)	900,000 contracts

Position limits for SPY options are subject to a pilot program through [November 27, 2013] January 27, 2015.
.08 No change.

PROPOSED RULE CHANGE(S)

Pursuant to Section 19(b)(1) of the Act, and Rule 19b-4 thereunder, the Exchange has filed the following proposed rule change(s) with the SEC. Below, any additions to rule text are underlined and any deletions are [bracketed]. Copies of the rule change filing(s) are available at www.cboe.org/legal/submittedsecfilings.aspx. Trading Permit Holders may submit written comments to the Legal Division.
The effective date of a proposed rule change will be the date of approval by the SEC, unless otherwise noted.

SR-CBOE-2013-107 Tied to Stock Orders

On October 31, 2013, the Exchange filed Rule Change File No. SR-CBOE-2013-107, which filing proposes to require Trading Permit Holders to mark an option order that is part of a trading strategy consisting of two or more orders, at least one of which is an order for the underlying stock, and to require Trading Permit Holders to submit transaction information for the stock components of trading strategies to enhance cross-market surveillances. Any questions regarding the rule change may be directed to Laura Dickman, Legal Division, at 312-786-7572. The rule text is shown below and the rule filing is available at http://www.cboe.com/publish/RuleFilingsSEC/SR-CBOE-2013-107.pdf.

Rule 6.53. Certain Types of Orders Defined
One or more of the following order types may be made available on a class-by-class basis. Certain order types may not be made available for all Exchange systems. The classes and/or systems for which the order types shall be available will be as provided in the Rules, as the context may indicate, or as otherwise specified via Regulatory Circular.
(a) – (x) No change.
(y) *Tied to Stock.* A tied to stock order is an option order that is tied to a stock order at the time of order entry (i.e. option order that, at the time it is entered into the System, is part of a trading strategy consisting of two or more orders, at least one of which is an order for the underlying stock, even though the component orders were submitted separately). Each tied to stock order submitted to the Exchange must be marked as "tied to stock" upon entry into the System.
. . . Interpretation and Policies:
.01 – .05 No change.

* * * * *

Rule 6.77. Order Service Firms
(a) – (d) No change.
(e) Order service firms must submit reports pursuant to Rule 15.2A with respect to the stock transactions it executes on behalf of market-makers pursuant to this Rule 6.77.

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Rule 15.2A. Reports of Execution of Stock Transactions
In a manner and form prescribed by the Exchange, each Trading Permit Holder must submit to the Exchange as soon as practicable following the close of trading on each trading day a report of the following information regarding the stock legs of tied to stock orders, QCC orders, stock-option orders and other option orders that include stock components on the same ticket executed on that trading day: (a) time of execution, (b) execution quantity, (c) execution price, (d) venue of execution, and (e) any other information requested by the Exchange.

. . . Interpretation and Policies:

.01 The Exchange will announce by Regulatory Circular any determinations, including the manner and form of the report, that it must make pursuant to Rule 15.2A.

.02 Trading Permit Holders do not need to report information pursuant to Rule 15.2A with respect to stock-option orders or other option orders that include stock components on the same ticket that were submitted to the Exchange for electronic processing.