DATE: **February 28, 2019**

TO: **MIAX Emerald Members**

FROM: **MIAX Emerald Regulatory Department**

RE: **MIAX Emerald Price Protection Process**

Pursuant to MIAX Emerald Rule 515(c)(1) Price Protection on Non-Market Maker Orders, the System will apply the following price protection process to all non-Market Maker orders received during a trading session. The price protection process prevents an order from being executed beyond the price designated in the order's price protection instructions (the "price protection limit"). The price protection instructions are expressed in units of MPV through the opposite side NBBO at the time of the order's receipt, or the opposite side MBBO if the ABBO is crossed. Market participants may designate price protection instructions on an order by order basis within a minimum and maximum number of MPVs, from 0-20, away from the NBBO at the time of receipt, or the MBBO if the ABBO is crossing the MBBO.

If an order does not contain price protection instructions, the Exchange will assign a default price protection instruction, which will be within one (1) to five (5) MPVs away from the NBBO at the time of receipt, or the MBBO if the ABBO is crossing the MBBO, which default price protection instruction shall be determined by the Exchange and announced to Members through a Regulatory Circular.

The Exchange default value is five (5) MPVs.

For information on the MIAX Emerald price protections, please contact Trading Operations at TradingOperations@MIAXOptions.com or (609) 897-7302.

Regulatory questions may be directed to Regulatory@MIAXOptions.com or (609) 897-7309.