



**DATE:** February 28, 2019  
**TO:** MIAX Emerald Members  
**FROM:** MIAX Emerald Regulatory Department  
**RE:** Options Cancel on Disconnect

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Pursuant to MIAX Emerald Rule 519C(c), Detection of Loss of Communication, section 1, when a Loss of Communication is detected on an MEI port during a certain period of time as determined by the Exchange and communicated to Members via Regulatory Circular, the System will close the session and automatically cancel quotes and eQuotes as configured by the Member, provided that when a Loss of Communication (the loss of connection or the loss of 3 heartbeats) is detected on the last connected MEI port, the Exchange will close the session and automatically cancel quotes and eQuotes. The Exchange notes that in no event shall the time period for determining a Loss of Communication be less than one (1) second or greater than ten (10) seconds, and that **the time period is currently set to three (3) seconds.**

Pursuant to MIAX Emerald Rule 519C(c), Detection of Loss of Communication, section 2, when a Loss of Communication (the loss of communication or the loss of 2 heartbeats within a certain time period as specified by the Member) is detected on a FIX port the System will logoff the Member's session and (i) cancel all eligible orders for the Fix Session if instructed by the Member upon login, or (ii) cancel all eligible orders identified by the Member. Following a disconnection, a reconnection will not be permitted for a certain period of time as determined by the Exchange and communicated to Members via Regulatory Circular. In no event shall the period of time be less than one (1) second or greater than ten (10) seconds. **The Exchange notes that the current setting is five (5) seconds.**

For questions regarding Cancel on Disconnect contact Trading Operations at [TradingOperations@MIAXOptions.com](mailto:TradingOperations@MIAXOptions.com) or (609) 897-7302.

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