



DATE: March 21, 2017
TO: MIAX Options Members
FROM: MIAX Options Regulatory Department
RE: Mandatory Usage of MIAX Options Order Monitor Protections

The purpose of this Regulatory Circular is to inform MIAX Options Members (“Members”) of a proposal to amend Exchange Rule 519, MIAX Order Monitor ([SR-MIAX-2017-09](#)), to require Members to use certain risk protections, which will become effective on March 27, 2017.

The MIAX Order Monitor is a risk management feature of the Exchange’s System. The MIAX Order Monitor (i) prevents certain orders from executing or being placed on the Book if the size of the order exceeds the order size protection as designated by the Member (Order Size Protection), (ii) rejects any orders that exceed the maximum number of open orders held in the System on behalf of a particular Member (Open Order Protection) as designated by the Member, and (iii) rejects any orders that exceeds the maximum number of open contracts represented by orders held in the System on behalf of a particular Member (Open Contract Protection) as designated by the Member.

The Exchange notes that should a Member fail to designate a value for any of the above mentioned protections, the default value listed below will be applied:

- Order Size Protection: 10,000 contracts
- Open Order Protection: 30,000 orders
- Open Contract Protection: 1,000,000 contracts

Please direct any questions to the Regulatory Department at Regulatory@MIAXOptions.com or (609) 897-7309.