



**DATE:** January 24, 2018

**TO:** MIAX Options Members

**FROM:** MIAX Options Regulatory Department

**RE:** MIAX Options Derived Order Handling Functionality

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The purpose of this Regulatory Circular is to inform Members of a proposal to amend Exchange Rule 518, Complex Orders, to modify subsection (a)(9) relating to derived orders, ([SR-MIAX-2017-44](#)), which will be implemented on Friday, February 9, 2018.

The proposal (i) updates the definition of a derived order on the Exchange, (ii) clarifies the circumstances under which a derived order is generated by the Exchange's System and the price at which a derived order may be generated, and (iii) expands the situations under which a derived order may be removed from the Exchange's Simple Order Book.

Complete details regarding this proposal can be found in the Exchange's rule filing.

Questions may be directed to the Exchange's Regulatory Department at [Regulatory@MIAXOptions.com](mailto:Regulatory@MIAXOptions.com) or (609) 897-7309.