

DATE: August 26, 2014
TO: MIAX Members
FROM: MIAX Regulatory Department
RE: Changes to MIAX Fees Effective September 1, 2014

The Exchange has filed for immediate effectiveness two filings to amend the MIAX Options Fee Schedule to: (i) amend the MIAX Market Maker sliding scale to change the volume threshold calculations from aggregate numbers to percentages of total national Market Maker volume; (ii) increase the transaction fees for MIAX Market Makers, Public Customers that are not a Priority Customer, Non-MIAX Market Makers, Non-Member Broker-Dealers, and Firms by \$0.02 per contract; (iii) provide for additional incentives for achieving certain Priority Customer Rebate Program volume tiers; (iv) adopt transaction fees for market participants in non-Penny Pilot options classes; and (v) provide for additional incentives for achieving certain Priority Customer Rebate Program volume tiers for non-Penny Pilot options classes. The Exchange will implement the new fees beginning September 1, 2014.

1. MIAX Market Maker Sliding Scale. In SR-MIAX-2014-46, the Exchange filed for immediate effectiveness to amend the MIAX Market Maker sliding scale to change the volume threshold calculations from aggregate numbers to percentages of total national Market Maker volume.
2. Transaction Fees. In SR-MIAX-2014-46, the Exchange filed for immediate effectiveness to increase the transaction fees for MIAX Market Makers, Public Customers that are not a Priority Customer, Non-MIAX Market Makers, Non-Member Broker-Dealers, and Firms by \$0.02 per contract.
3. Incentives for Priority Customer Order Flow. In SR-MIAX-2014-46, the Exchange filed for immediate effectiveness to provide for additional incentives for achieving certain Priority Customer Rebate Program volume tiers. MIAX Market Makers, Public Customers that are not a Priority Customer, Non-MIAX Market Makers, Non-Member Broker-Dealers, and Firms may reduce transaction fees by \$0.02 per contract in standard options if the Member or its affiliates of at least 75% common ownership between the firms as reflected on each firm's Form BD, Schedule A, qualifies in a given month for Priority Customer Rebate Program volume tiers 3, 4, or 5 in the Fee Schedule.

4. Non-Penny Pilot Options Classes. In SR-MIAX-2014-47, the Exchange filed for immediate effectiveness to adopt transaction fees for market participants in non-Penny Pilot options classes. The Exchange will assess the following fees for transactions in non-Penny Pilot options classes: (i) Public Customers that are not a Priority Customer, \$0.32 per contract for standard options and \$0.03 per contract for mini options; (ii) Non-MIAX Market Makers, \$0.62 per contract for standard options and \$0.06 per contract for mini options; (iii) Non-Member Broker-Dealers, \$0.62 per contract for standard options and \$0.06 per contract for mini options; and (iv) Firms, \$0.32 per contract for standard options and \$0.03 per contract for mini options.

5. Incentives for Priority Customer Order Flow in Non-Penny Pilot Classes. In SR-MIAX-2014-47, the Exchange filed for immediate effectiveness to provide for additional incentives for achieving certain Priority Customer Rebate Program volume tiers. MIAX Market Makers, Public Customers that are not a Priority Customer, Non-MIAX Market Makers, Non-Member Broker-Dealers, and Firms may reduce transaction fees by \$0.02 per contract in standard options in non-Penny Pilot options classes in the same manner as Penny Pilot options classes if the Member or its affiliates of at least 75% common ownership between the firms as reflected on each firm's Form BD, Schedule A, qualifies in a given month for Priority Customer Rebate Program volume tiers 3, 4, or 5 in the Fee Schedule.

Please direct any questions to Shelly Brown at sbrown@miaxoptions.com or (609) 897-7317.

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