



DATE: April 20, 2015
TO: MIAX Members
FROM: MIAX Regulatory Department
RE: Rule Change – Rule 500
Exchange May Share Member –Designated Risk Settings
With Clearing Members

SR-MIAX-2015-29

MIAX has filed for immediate effectiveness with the Securities and Exchange Commission (“SEC”) to adopt a new rule to authorize the Exchange to share any Member-designated risk settings in the MIAX System directly with such Member’s Clearing Member.

Exchange Rule 500, Access to and Conduct on the Exchange, now authorizes the Exchange to share any Member-designated risk settings in the MIAX System directly with the Clearing Member that clears transactions on behalf of the Member. The risk settings currently affected by this rule relate to limitations on executions controlled by the Exchange System’s Risk Protection Monitor (“RPM”), Aggregate Risk Manager (“ARM”), and Order Size Protection (“OSP”) functionalities.

The rule will permit Clearing Members to better monitor and manage the potential risks assumed by Members, thereby providing Clearing Members with greater control and flexibility in managing their own risk tolerance and exposure. The rule also reduces the administrative burden on Members and ensures that Clearing Members are receiving information that is up to date and conforms to the settings active in the MIAX System.

The text of the new rule is attached. For a complete description of the new rule, see SR-MIAX-2015-29.

Regulatory inquiries should be directed to Regulatory@miaxoptions.com or (609) 897-7309.

New text is underlined;
Deleted text is in [brackets]

MIAMI INTERNATIONAL SECURITIES EXCHANGE, LLC Rules

Rule 500. Access to and Conduct on the Exchange

(a) Access to Exchange. Unless otherwise provided in the Rules, no one but a Member or a person associated with a Member shall effect any Exchange Transactions. The Exchange may share any Member-designated risk settings in the MIAX trading system with the Clearing Member that clears Exchange Transactions on behalf of the Member.

(b) No change.
