DATE: August 12, 2015

TO: MIAX Members

FROM: MIAX Regulatory Department

RE: New Exchange Rule Enhanced Risk Protections for MIAX Market Makers
Optional Reset on Quote SR-MIAX-2015-47

MIAX has filed to amend Rule 612, Aggregate Risk Manager ("ARM") to make optional the Reset on Quote functionality included in the MIAX ARM.

The new rule specifically defines and names Reset on Quote ("ROQ"), and provides a means for MIAX Market Makers to more precisely tailor their risk management by opting out of the ARM Reset on Quote functionality if they so choose.

Currently, when a Market Maker revises his/her Standard quote on the buy side or sell side of an individual option, contracts executed on that side of the market executed prior to the new quote are not included in the MIAX System's calculations of the number of contracts executed in triggering ARM protections (removing the Market Maker's quotes from the MIAX disseminated quotation), and the counting program is reset to zero for that side of the individual option.

The rule gives Market Makers the ability to opt out of, by disengaging, the Reset on Quote functionality, and to opt back in at any time following the Market Maker's determination to opt out. If a Market Maker determines to disengage the Reset on Quote functionality, it will not reset the counting program to zero upon receipt of a revised quote and instead will continue to add the number of contracts executed against the new quote to the number of contracts executed against any previous quotes on that side of the market for the affected individual option during the specified time period. The new ROQ Protections will be available as of September 1, 2015.

For further information on the Reset on Quote functionallity please contact MIAX Trading Operations at TradingOperations@MIAXOptions.com.

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

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