

MIAX Sapphire Options Exchange Regulatory Circular 2024-16

DATE: August 5, 2024

TO: MIAX Exchange Members

FROM: MIAX Regulatory Department

RE: MIAX Sapphire Order Monitor Protections

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

Pursuant to MIAX Sapphire Options Rule 519, MIAX Sapphire Order Monitor, 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

Pursuant to MIAX Sapphire Options Rule 519(a)(1), the Exchange has established a default threshold setting of \$.10 for Market Orders to sell. An EEM may establish a pre-set threshold setting value by contacting Trading Operations at TradingOperations@miaxglobal.com or calling (609) 897-7302.

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