



**Boston Options Exchange Regulation LLC
Regulatory Circular 2006-06**

TO: BOX Participants

FROM: BOX Regulation LLC/BSE Regulatory Services

DATE: November 16, 2006

SUBJECT: Market Maker Quoting Obligations

Chapter VI, Section 5 of the BOX Rules sets forth the obligations of Market Makers. Chapter VI, Section 6 of the BOX Rules sets forth certain requirements related to Market Maker quoting obligations.

Continuous Quotes. Chapter VI, Section 6(d) requires a Market Maker to enter continuous quotations for the options classes to which it is appointed (i.e., the “80/90/60 Rule”). **Please review the Rule and ensure that your quoting activity is within the required parameters.**

A reminder, BOX Market Makers who do not meet their quoting obligations will be considered to be in violation of their Market Maker obligations and will be subject to disciplinary action, including fines and/or restrictions.

Please review this information with your compliance department. If you have any questions regarding this information contact Joe Dalton at (617) 235-2317 or Bruce Goodhue at (617) 235-2022.