



**Boston Options Exchange Regulation LLC
Regulatory Circular 2007-10**

TO: BOX Participants and Participant Organizations
FROM: BOX Regulation LLC/BSE Regulatory Services
DATE: December 10, 2007
SUBJECT: BOX Rule Chapter III, Section 5

As a reminder to BOX Participants and Participant Organizations, pursuant to BOX Rules Chapter III, Section 5 (shown below), disciplinary actions directly related to derivatives trading, taken against the firm or associated persons, whether by an applicable SRO or entity, or by the Options Participant itself, should be immediately reported to BOX Regulation.

All notifications of disciplinary action, related to the aforementioned BOX Rule, should be sent to:

Senior Compliance Examiner
BOXR – 2nd floor
100 Franklin Street
Boston, MA 02110

or compliance@bostonstock.com.

If you have any questions, contact Kerri Dixon at (617) 235-2318.

RULES OF THE BOSTON OPTIONS EXCHANGE FACILITY

Sec. 5 Disciplinary Action by Other Organizations

Every Options Participant shall promptly notify BOXR in writing of any disciplinary action, including the basis therefore, taken by any national securities exchange or registered securities association, clearing corporation, commodity futures market or government regulatory body against the Options Participant or its associated persons who are directly involved in derivatives trading, and shall similarly notify BOXR of any disciplinary action taken by the Options Participant itself against any of its associated persons who are directly involved in derivatives trading involving suspension, termination, the withholding of commissions or imposition of fines in excess of \$2,500, or any other significant limitation on activities.