



**Boston Options Exchange Regulation LLC  
Regulatory Circular 2012-03**

**TO: BOX Participants**  
**FROM: BOX Regulation LLC**  
**DATE: January 20, 2012**  
**SUBJECT: UPDATED - Obvious Errors and Definition of Theoretical Price**

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Please be advised that the Exchange filed an immediately effective proposal with the SEC on January 20, 2012 (SR-BX-2012-006)<sup>1</sup> to reverse the rule change previously proposed in SR-BX-2011-086 that would modify the method used to determine the Theoretical Price when making determinations related to potential Obvious and Catastrophic Errors executed on BOX. The proposed rule change, effective and operative beginning Monday, January 23, 2012, will permit the Exchange to continue to use the current practice of utilizing either the National Best Bid or the National Best Offer in making Obvious and Catastrophic Error determinations.

This circular is not intended to be a comprehensive description of the rules regarding potential Obvious and Catastrophic Errors on the BOX Market. The BOX Trading Rules can be viewed in their entirety on the BOX website at [www.bostonoptions.com](http://www.bostonoptions.com).

Please review the information provided herein. If you have any questions regarding this information please contact Joe Dalton at (617) 235-2317 or Bruce Goodhue at (617) 235-2022.

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<sup>1</sup> <http://nasdaqomxbx.cchwallstreet.com/NASDAQOMXBX/pdf/bx-filings/2012/SR-BX-2012-006.pdf>