

MIAX Options Exchange Regulatory Circular 2023-57

DATE: October 25, 2023

TO: MIAX Options Exchange Members

FROM: MIAX Exchange Group Regulatory Department

RE: Complex Order Legging Through the NBBO

This Regulatory Circular is to inform MIAX Options Exchange Members (the “Exchange”) that the implementation of a proposal to amend Exchange Rule 518 to permit component legs of complex orders that leg into the Simple Order Book to execute at prices outside of the NBBO will be delayed until 2024.

Currently, Rule 518(c)(2)(iii) provides that complex orders up to a maximum number of legs (determined by the Exchange on a class-by-class basis as either two or three legs and communicated to Members via Regulatory Circular) may be automatically executed against bids and offers on the Simple Order Book for the individual legs of the complex order (“Legging”), provided the complex order can be executed in full or in a permissible ratio by such bids and offers, and provided that the execution price of each component is not executed at a price that is outside the NBBO.

The Exchange’s proposal, once implemented, will remove the stipulation that provides that the execution price of each component is not executed at a price that is outside the NBBO.

Complete details regarding the proposed change can found in the Exchange’s rule filings, ([SR-MIAX-2023-42](#)) and ([SR-MIAX-2019-45](#)).

Contact MIAX Trading Operations at TradingOperations@miaxglobal.com or (609) 897-7302 with any questions about the change.

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