

DATE: February 1, 2017

TO: MIAX PEARL Members

FROM: MIAX PEARL Regulatory Department

RE: MIAX PEARL Pause Timer and Opening Process

Pursuant to MIAX PEARL Rule 503, Openings on the Exchange, section (b), Opening Process on the Exchange, the Opening Pause Timer will be set for 500 milliseconds effective at the start of trading on Monday, February 6, 2017.

Pursuant to MIAX PEARL Rule 503, Openings on the Exchange, section (b)(1), Criteria for the Opening, the opening of trading or resumption of trading after a halt of securities by the System will be dependent on the following criteria, provided the ABBO is not crossed.

- If there is a possible trade on MIAX PEARL a Valid Width NBBO must be present
- If no trade is possible on MIAX PEARL, then the Exchange will open dependent upon one of the following:
 - A Valid Width NBBO is present, a Valid Width NBBO is defined as the combination of at least two (2) away market quotes and at least one (1) MIAX PEARL Market Maker quote resulting in a NBBO not greater than \$5.00 wide;
 - At least four (4) other options exchanges have disseminated a firm quote on OPRA; or
 - At least five (5) minutes has elapsed and at least one (1) other exchange has a firm quote

Regulatory questions may be directed to the MIAX PEARL Regulatory Department at Regulatory@MIAXOptions.com or (609) 897-7309.